

State of Arizona  
Senate  
Forty-fifth Legislature  
Sixth Special Session  
2002

CHAPTER 1

**SENATE BILL 1001**

AN ACT

AMENDING LAWS 2002, CHAPTER 327, SECTIONS 3, 4, 5, 6, 7, 8, 10, 11, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 27, 28, 29, 30, 31, 32, 34, 35, 36, 37, 38, 39, 40, 43, 44, 45, 49, 51, 52, 53, 54, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 70, 71, 114 AND 117; AMENDING LAWS 2002, CHAPTER 327, SECTION 48, AS AMENDED BY LAWS 2002, FIFTH SPECIAL SESSION, CHAPTER 3, SECTION 1; AMENDING LAWS 2001, CHAPTER 236, SECTION 34, AS AMENDED BY LAWS 2002, CHAPTER 327, SECTION 82; AMENDING LAWS 2002, FIFTH SPECIAL SESSION, CHAPTER 3, SECTION 2; MAKING APPROPRIATIONS ADJUSTMENTS FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

Be it enacted by the Legislature of the State of Arizona:

Section 1. Laws 2002, chapter 327, section 3 is amended to read:

Sec. 3. DEPARTMENT OF ADMINISTRATION

2002-03

State general fund

FTE positions

380.2

339.2

Lump sum appropriation

\$ 18,696,800

ENSCO

4,586,100

Arizona financial information

system

1,934,500

AGENCYWIDE LUMP SUM REDUCTION

(2,028,600)

Total - general fund

~~\$ 25,217,400~~

\$ 23,188,800

Performance measures:

Average cycle time for requests for

proposal (RFP) (in days)

80

Customer satisfaction rating for the

quality of contracts (Scale 1-8)

6.0

Customer satisfaction rating for

purchasing services (Scale 1-8)

7.5

Customer satisfaction rating for the

administration of the payroll process

(Scale 1-8)

6.6

Customer satisfaction rating for the

operation of AFIS (Scale 1-8)

6.0

Average capitol police response time to

emergency calls (in minutes and seconds)

2:00

Customer satisfaction with GRRC

rulemaking assistance (Scale 1-8)

6.5

Customer satisfaction with tenant

improvement process (Scale 1-8)

6.0

The department may collect an amount of not to exceed \$762,600 from other funding sources, excluding federal funds, to recover pro rata costs of operating AFIS II. All AFIS II operating costs below \$3,312,100 shall be proportionately distributed among all contributing funding sources, including the state general fund.

Air quality fund

State employee transportation

service subsidy

\$ 475,400

Performance measures:

Agency sites that achieved their travel

reduction goals

22

The amounts appropriated for the state employee transportation service subsidy shall be used for up to a one hundred per cent subsidy of charges

1 payable for transportation service expenses as provided in section 41-786,  
2 Arizona Revised Statutes, of nonuniversity state employees in a vehicle  
3 emissions control area, as defined in section 49-541, Arizona Revised  
4 Statutes, of a county with a population of more than four hundred thousand  
5 persons.

6     Capital outlay stabilization fund

7         FTE positions 53.7

8         Lump sum appropriation \$ 4,608,600

9         Utilities 6,100,000

10        Relocation 60,000\*

11        Total - capital outlay stabilization

12        fund \$ 10,768,600

13        Performance measures:

14        Customer satisfaction with agency relocation

15           process (Scale 1-8) 6.0

16        Customer satisfaction rating for building

17           maintenance (Scale 1-8) 6.0

18        Ratio of preventative maintenance work orders

19           to total maintenance requests 550:15,285

20        Certificates of participation fund

21         Lump sum appropriation \$ 300,000

22        Corrections fund

23         FTE positions 9.3

24         Lump sum appropriation \$ 598,600

25        It is the intent of the legislature that the amount appropriated from

26        the corrections fund be expended solely for the oversight of construction

27        projects benefiting the state department of corrections or the department of

28        juvenile corrections.

29        Motor vehicle pool revolving fund

30         FTE positions 19.0

31         Lump sum appropriation \$ 12,649,100

32        Performance measures:

33        Per cent of downtime of fleet management

34           vehicles in total fleet 2.6

35        It is the intent of the legislature that the department not replace

36        vehicles until an average of six years and 120,000 miles, or later.

37        Technology and telecommunications fund

38         FTE positions 225.3

39         Lump sum appropriation \$ 36,456,300

40        Performance measures:

41        Customer satisfaction rating for mainframe

42           services based on annual survey (Scale 1-8) 6.0

43        Customer satisfaction rating for information

44           technology security services (Scale 1-8) 6.0

1	Customer satisfaction rating for finance	
2	and planning services (Scale 1-8)	6.0
3	Customer satisfaction rating for Arizona	
4	telecommunications system (ATS) (Scale 1-8)	6.0
5	Per cent of enterprise application work	
6	requests completed by estimated target date	95
7	The appropriation for the technology and telecommunications fund is an	
8	estimate representing all monies, including balance forward, revenue and	
9	transfers during fiscal year 2002-2003. These monies are appropriated to the	
10	department of administration for the purposes established in section 41-713,	
11	Arizona Revised Statutes. The appropriation shall be adjusted as necessary	
12	to reflect receipts credited to the technology and telecommunications fund	
13	for Arizona telecommunications system and data center projects. Of the	
14	appropriation, \$14,237,300 in fiscal year 2002-2003 is for the Arizona	
15	telecommunications system and \$22,219,000 in fiscal year 2002-2003 is for all	
16	other information technology services expenditures. Expenditures for all	
17	additional Arizona telecommunications system and data center projects shall	
18	be subject to review by the joint legislative budget committee, following	
19	approval of the government information technology agency, and shall not	
20	exceed the revenues for these projects.	
21	<u>Risk management revolving fund</u>	
22	FTE positions	96.0
23	Lump sum appropriation	\$ 7,528,100
24	Attorney general defense - risk	
25	management	7,231,700
26	Risk management losses, premiums and	
27	related expenditures	45,658,400
28	Workers' compensation losses, premiums	
29	and related expenditures	<u>23,651,000</u>
30	Total - risk management revolving fund	\$ 84,069,200
31	Performance measures:	
32	Number of settlements and judgments greater	
33	than \$150,000	25
34	Number of liability claims opened	4,200
35	Cost of risk per capita	14.3
36	Workers' compensation incidence rates/100	
37	FTE positions	6.0
38	Per cent of workers' compensation claims	
39	reported within 48 hours	75
40	<u>Personnel division fund</u>	
41	FTE positions	139.0
42	Lump sum appropriation	\$ 7,863,100
43	Human resources management system	<u>6,515,800</u>
44	Total - personnel division fund	\$ 14,378,900

1 Performance measures:  
 2 Average number of days to issue list of  
 3 job applicants from Resumix to inquiring  
 4 agency 2.0  
 5 Number of employees attending Arizona  
 6 healthways events 657  
 7 The human resources management system special line item includes  
 8 \$4,600,000 in fiscal year 2002-2003 to replace the human resources/payroll  
 9 system. This amount is exempt from section 35-190, Arizona Revised Statutes,  
 10 relating to lapsing of appropriations until June 30, 2004.  
 11 The Arizona department of administration human resources division shall  
 12 submit a report to the joint legislative budget committee by June 30, 2003  
 13 on specific savings that can be achieved as a result of the implementation  
 14 of the human resources information system. The report shall include  
 15 information about savings that can be achieved through the elimination of  
 16 redundant human resources systems employed by the state agencies.  
 17 Special employee health insurance  
 18 trust fund  
 19 FTE positions 23.5  
 20 Lump sum appropriation \$ 3,393,200  
 21 Performance measures:  
 22 Customer satisfaction with benefit plans  
 23 (Scale 1-8) 7.0  
 24 Customer satisfaction with the open  
 25 enrollment process (Scale 1-8) 7.0  
 26 State surplus materials revolving  
 27 fund and federal surplus materials  
 28 revolving fund  
 29 FTE positions 23.0  
 30 Lump sum appropriation \$ 4,344,200  
 31 The state surplus materials revolving fund and federal surplus  
 32 materials revolving fund lump sum appropriation shall be adjusted as  
 33 necessary to reflect surplus property proceeds that are due to other  
 34 agencies. The current estimate of this amount is \$1,342,000 in fiscal year  
 35 2002-2003 and is included in the appropriation.  
 36 Total appropriation - department of  
 37 administration ~~\$192,650,900~~  
 38 \$190,622,300  
 39 Fund sources:  
 40 State general fund ~~\$ 25,217,400~~  
 41 \$ 23,188,800  
 42 Other appropriated funds 167,433,500

## 1 Performance measures:

2	Per cent of ADOA services receiving a good	
3	(6) or better rating from customers, based	
4	on biennial survey (Scale 1-8)	85
5	Customer satisfaction with ADOA's facilitation	
6	of the flow of information from the agency,	
7	the public, community organizations and	
8	other governmental agencies (Scale 1-8)	6.5
9	Per cent of agency staff turnover	13.5
10	Administration as a per cent of total cost	1.9

11 Sec. 2. Laws 2002, chapter 327, section 4 is amended to read:

## 12 Sec. 4. OFFICE OF ADMINISTRATIVE HEARINGS

13		<u>2002-03</u>
14	FTE positions	<del>18.0</del>
15		15.0
16	Lump sum appropriation	\$ 1,198,000
17	AGENCYWIDE LUMP SUM REDUCTION	<u>(120,700)</u>
18	TOTAL APPROPRIATION - OFFICE OF	
19	ADMINISTRATIVE HEARINGS	\$ 1,077,300
20	Fund sources:	
21	State general fund	<del>\$ 1,184,200</del>
22		\$ 1,063,500
23	AHCCCS donations fund	13,800

## 24 Performance measures:

25	Number of hearings held	3,466
26	Average days from request for hearing to	
27	first date of hearing	46
28	Average days from the first scheduled	
29	hearing to its conclusion	10
30	Average days from the conclusion of the	
31	hearing to transmission of the decision	
32	to the agency	9.0
33	Evaluations rating the administrative law	
34	judge excellent or good in impartiality	97
35	Administration as a per cent of total cost	8.0

36 The office of administrative hearings shall enter into interagency  
 37 service agreements to provide services pursuant to title 41, chapter 6,  
 38 article 10, Arizona Revised Statutes. The agency shall report to the joint  
 39 legislative budget committee by September 1, 2002 the number of persons  
 40 employed and the monies expended from these agreements.

41 Sec. 3. Laws 2002, chapter 327, section 5 is amended to read:

## 42 Sec. 5. DEPARTMENT OF AGRICULTURE

43		<u>2002-03</u>
44	FTE positions	<del>297.2</del>
45		272.2

1	Lump sum appropriation	\$ 14,071,100
2	Agricultural employment	
3	relations board	23,300
4	Red imported fire ant	23,200
5	Animal damage control	65,000
6	AGENCYWIDE LUMP SUM REDUCTION	<u>(1,329,300)</u>
7	Total appropriation - department of	
8	agriculture	<del>\$ 14,182,600</del>
9		\$ 12,853,300
10	Fund sources:	
11	State general fund	<del>\$ 11,554,900</del>
12		\$ 10,225,600
13	Aquaculture fund	9,200
14	Egg inspection fund	483,400
15	Citrus, fruit and vegetable	
16	revolving fund	963,600
17	Commercial feed fund	204,900
18	Fertilizer materials fund	263,800
19	Livestock custody fund	79,400
20	Pesticide fund	241,000
21	Consulting and training fund	63,400
22	Dangerous plants, pests and	
23	diseases fund	21,400
24	Arizona protected native plant	
25	fund	245,800
26	Seed law fund	51,800
27	Performance measures:	
28	Per cent of industry stakeholders rating	
29	the department's quality of communication	
30	excellent or good	95
31	Meat and poultry product tests in compliance	
32	with bacteria, drug and chemical residue	
33	requirements	100
34	Per cent of industry satisfied that the level	
35	of inspection ensures that only quality	
36	produce reaches the market	98
37	Number of retailers actively participating in	
38	the "Arizona grown" program	150
39	Overall customer satisfaction rating for	
40	laboratory services (per cent)	98
41	Per cent of agency staff turnover	10.5
42	Administration as a per cent of total cost	13.7

The department of agriculture shall not further reduce the level of appropriations to the animal disease, ownership and welfare protection, food safety and the agricultural consultation and training programs to meet its targeted reductions.

Sec. 4. Laws 2002, chapter 327, section 6 is amended to read:  
Sec. 6. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM

2002-03

Administration

FTE positions	3,277.8
Operating lump sum appropriation	\$ 67,237,300
DOA data center charges	5,717,500
Indian advisory council	221,800
DES eligibility	46,756,900
DES title XIX pass-through	309,800
DHS title XIX pass-through	1,721,600
Healthcare group administration	1,701,900
Office of administrative hearings	190,200
CHIP - administration	9,339,600
CHIP - services	93,507,100
CHIP - parents	<u>34,456,400</u>
Total expenditure authority - administration	\$261,160,100
Performance measures:	
Cost avoidance from fraud and abuse prevention program	\$ 7,000,000
Per cent of enrollees filing a grievance	0.4
Per cent of eligibility accuracy as measured by quality control sample	97
Per cent of AHCCCS employee turnover	11.5
Administration as a per cent of total cost	4.4
Customer satisfaction rating for eligibility determination clients (Scale 1-8)	6.0

Of the \$261,160,100 expenditure authority for administration in fiscal year 2002-2003, \$54,655,900 is appropriated from the state general fund, \$1,701,900 is appropriated from the donations fund and \$137,303,100 is appropriated from the children's health insurance program fund.

It is the intent of the legislature that the appropriation for the department of administration data center charges be used only for the payment of charges incurred by the department for the use of computing services provided by the department of administration data center.

In implementing any changes to the operating budget or in allocating the lump sum reduction in fiscal year 2002-2003 PRESCRIBED BY LAWS 2002, CHAPTER 327, the administration shall not take any additional reductions from pass-through allocations provided in special line items.



1       IN IMPLEMENTING ANY CHANGES TO THE OPERATING BUDGET, OR IN ALLOCATING  
2 THE ADDITIONAL LUMP SUM REDUCTION IN FISCAL YEAR 2002-2003 PRESCRIBED BY THIS  
3 ACT, THE ADMINISTRATION SHALL NOT TAKE ANY REDUCTIONS FROM PASS-THROUGH  
4 ALLOCATIONS TO THE DEPARTMENT OF HEALTH SERVICES PROVIDED IN SPECIAL LINE  
5 ITEMS.

6       The amounts appropriated for the department of economic security  
7 eligibility special line item shall be used for intergovernmental agreements  
8 with the department of economic security for the purpose of eligibility  
9 determination and other functions. The general fund share may be used for  
10 eligibility determination for other programs administered by the division of  
11 benefits and medical eligibility based on the results of the Arizona random  
12 moment sampling survey.

13       The amounts appropriated for the department of health services title  
14 XIX pass-through special line item shall be used for intergovernmental  
15 agreements with the department of health services for the purpose of  
16 medicaid-related licensure, certification and registration, and other  
17 functions.

18       The Arizona health care cost containment system administration shall  
19 report to the joint legislative budget committee by January 1 of each year  
20 on the agency's use of the cost savings that results from entering into an  
21 agreement with another state as outlined in Laws 1999, chapter 313, section  
22 27. The report shall also include detail on the source of all revenues and  
23 expenditure of monies from the intergovernmental service fund.

24       The Arizona health care cost containment system administration shall  
25 report to the joint legislative budget committee by October 1, 2002 on the  
26 savings that could be achieved in programs if application fees and other cost  
27 sharing measures are implemented. The report shall detail the savings  
28 associated with each option broken out by program along with any  
29 administrative costs associated with implementing each option.

30       Before the expenditure of any monies for the Arizona health care cost  
31 containment system administration customer eligibility system, the Arizona  
32 health care cost containment system administration shall submit a report to  
33 the joint legislative budget committee for its review. The report shall  
34 discuss how the automation improvements are compatible with the no wrong door  
35 initiative.

36       The Arizona health care cost containment system shall report by  
37 September 30 of each year to the joint legislative budget committee on the  
38 services that receive reimbursement from the federal government under the  
39 medicaid in public school initiative. The report shall include information  
40 on the type of services, how those services meet the definition of medical  
41 necessity and the total amount of federal dollars that the schools have  
42 received under the medicaid in public school initiative.

43       If federal matching monies are received for the finger imaging  
44 enrollment program, the Arizona health care cost containment system shall  
45 revert the portion of the state general fund appropriation received equal to

the federal dollars received for this program in the year that federal monies are received.

The Arizona health care cost containment system administration is exempt from the rule making requirements of title 41, chapter 6, Arizona Revised Statutes, for the purposes of implementing the finger imaging enrollment program established pursuant to Laws 2000, chapter 378. It is the intent of the legislature that the administration shall hold hearings to give the public an opportunity to comment on the proposed rules. The administration shall hold at least one of these hearings in a county with a population of less than five hundred thousand persons.

Acute care

Capitation	\$1,227,413,500
Fee-for-service	298,037,700
Reinsurance	68,795,900
Medicare premiums	36,696,700
Graduate medical education	22,528,100
Disproportionate share payments	179,651,100
Critical access hospitals	1,700,000
Breast and cervical cancer	2,275,000
Ticket to work	<u>1,346,400</u>

Total expenditure authority -  
acute care

\$1,838,444,400

Performance measures:

Per cent of two year old children enrolled in AHCCCS who have received age appropriate immunizations	83
Per cent of well child visits in the first 15 months of life (EPSDT)	75
Per cent of children's access to primary care provider	83
Per cent of women receiving annual cervical screening	46
Member satisfaction as measured by percentage of enrollees that choose to change health plans	4.0

Of the \$1,838,444,400 expenditure authority for acute care in fiscal year 2002-2003, ~~\$463,232,300~~ \$451,133,700 is appropriated from the state general fund and \$500,000 is appropriated from the tobacco tax medically needy account.

Before making fee-for-service program or rate changes that pertain to hospital, nursing facility or home and community based services rates or for any of the other fee-for-service rate categories that have increases that, in the aggregate, are two per cent above and \$1,500,000 from the state general fund greater than budgeted medical inflation in fiscal year

2002-2003, the Arizona health care cost containment system administration shall report its plan to the joint legislative budget committee for review.

Before implementation of any changes in capitation rates, the Arizona health care cost containment system administration shall report its plan to the joint legislative budget committee for review.

The fiscal year 2002-2003 disproportionate share payment of \$179,651,100 is based on the federal fiscal year 2002-2003 authorized expenditure level of \$119,893,900. If the final federal expenditure authorization is an amount different from the estimate, the governor shall direct the Arizona health care cost containment system administration, subject to the availability of monies and subject to review of the joint legislative budget committee, to proportionately adjust authorization amounts among the identified recipients of the disproportionate share hospital payment. Before the final payment, the governor shall provide notification to the president of the senate, the speaker of the house of representatives, the chairmen of the house and senate appropriations committees and the staff director of the joint legislative budget committee of the adjusted federal authorized expenditure level and the proposed distribution plan for these monies.

The appropriation for disproportionate share payments for fiscal year 2002-2003 made pursuant to section 36-2903.01, subsection P, Arizona Revised Statutes, includes \$125,179,900 for qualifying county operated hospitals, \$25,996,300 for private qualifying disproportionate share hospitals and \$28,474,900 for deposit in the Arizona state hospital fund.

Long-term care

Program lump sum appropriation	\$734,731,100
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Board of nursing	<u>209,700</u>
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Total expenditure authority -	
long-term care	\$734,940,800

Performance measures:

Per cent of nursing facility residents that receive influenza immunization	85
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Per cent of members utilizing home and community based services (HCBS)	49
--	----

Per cent of ALTCS applications processed on time (within 45 days)	90
---	----

Per cent of financial redeterminations processed on time (within 12 months)	90
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Any federal funds that the Arizona health care cost containment system administration passes through to the department of economic security for use in long-term administration care for the developmentally disabled shall not count against the long-term care expenditure authority above.

Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the fiscal year 2002-2003 nonfederal portion of the costs of providing long-term care system services is \$242,499,700. The state contribution is \$52,542,200 and the county contribution is \$189,957,500.

Before making fee-for-service program or rate changes that pertain to hospital, nursing facility or home and community based services rates or for any of the other fee-for-service rate categories that have increases that, in the aggregate, are two per cent above and \$1,500,000 from the state general fund greater than budgeted medical inflation in fiscal year 2002-2003, the Arizona health care cost containment system administration shall report its plan to the joint legislative budget committee for review.

Before implementation of any changes in capitation rates, the Arizona health care cost containment system administration shall report its plan to the joint legislative budget committee for review.

Proposition 204

Services	\$ 657,910,900
Administration	<u>30,466,000</u>
Total expenditure authority - proposition 204	\$ 688,376,900
Of the \$688,376,900 expenditure authority for proposition 204 in fiscal year 2002-2003, <del>\$111,585,700</del> \$73,684,300 is appropriated from the state general fund.	
Before implementation of any changes in capitation rates, the Arizona health care cost containment system shall report its plan to the joint legislative budget committee for review.	
Total expenditure authority	\$ 3,522,922,200
Less tobacco tax medically needy account withdrawals	(47,347,300) (59,445,900)
LESS PROPOSITION 204 PROTECTION ACCOUNT COLLECTIONS	(37,901,400)
Less tobacco litigation settlement collections	(58,847,000)
Less collections, other receipts and balances forward	<u>(2,595,206,800)</u>
AGENCYWIDE LUMP SUM FTE POSITIONS REDUCTION	(152.0)
AGENCYWIDE LUMP SUM REDUCTION	(4,016,000)
DEPARTMENT OF ECONOMIC SECURITY ELIGIBILITY AND PASS-THROUGH LUMP SUM REDUCTION	<u>(2,886,200)</u>
Total appropriation - Arizona health care cost containment system	<del>\$ 821,521,100</del> \$ 764,618,900

1	Fund sources:	
2	State general fund	<del>\$ 682,016,100</del>
3		\$ 625,113,900
4	Other appropriated funds	139,505,000
5	Performance measures:	
6	Per cent of people under age 65 that are	
7	uninsured	24
8	Per cent of children (under 18 years)	
9	that are uninsured	22
10	IN IMPLEMENTING THE LUMP SUM REDUCTIONS PRESCRIBED ABOVE, ONLY	
11	\$2,886,200 MAY BE REDUCED FROM PASS-THROUGH ALLOCATIONS AND SPECIAL LINE	
12	ITEMS TO THE DEPARTMENT OF ECONOMIC SECURITY IN FISCAL YEAR 2002-2003.	
13	Sec. 5. Laws 2002, chapter 327, section 7 is amended to read:	
14	Sec. 7. ARIZONA COMMISSION ON THE ARTS	
15		<u>2002-03</u>
16	FTE positions	<del>12.5</del>
17		11.5
18	Lump sum appropriation	\$ 527,200
19	Community service projects	<u>1,775,000</u>
20	AGENCYWIDE LUMP SUM REDUCTION	<u>(232,300)</u>
21	Total appropriation - Arizona commission	
22	on the arts	<del>\$ 2,302,200</del>
23		\$ 2,069,900
24	Performance measures:	
25	Audiences reached by programs sponsored	
26	by agency	7,200,000
27	Number of grants awarded	560
28	Cumulative private funds raised to match	
29	state arts endowment fund	\$ 19,000,000
30	Customer satisfaction rating (Scale 1-8)	7.2
31	Administration as a per cent of total cost	2.2
32	Sec. 6. Laws 2002, chapter 327, section 8 is amended to read:	
33	Sec. 8. ATTORNEY GENERAL - DEPARTMENT OF LAW	
34		<u>2002-03</u>
35	FTE positions	<del>678.5</del>
36		642.5
37	Operating lump sum appropriation	\$ 46,481,800
38	State grand jury	159,600
39	Victims' rights	3,158,800
40	Alternative fuels	82,400
41	AGENCYWIDE LUMP SUM REDUCTION	<u>(2,653,900)</u>
42	Total appropriation - attorney general -	
43	department of law	<del>\$ 49,882,600</del>
44		\$ 47,228,700

1 Fund sources:

2 State general fund ~~\$ 25,603,600~~

3 ~~\$ 22,949,700~~

4 Collection enforcement revolving

5 fund 2,080,100

6 Antitrust enforcement revolving

7 fund 144,000

8 Victims' rights fund 3,158,800

9 Interagency service agreements

10 fund 17,130,800

11 Consumer fraud revolving fund 1,765,300

12 Performance measures:

13 Solicitor general - number of days to respond

14 to a request for a legal opinion 70

15 Civil rights - per cent of cases resolved

16 using voluntary settlement agreements 30

17 Per cent of death penalty and/or sentences

18 affirmed by the Arizona supreme court 80

19 Per cent of agency staff turnover 16

20 Administrative cost as per cent of total cost 7.6

21 Customer satisfaction rating for client

22 agencies (Scale 1-8) 6.0

23 The \$159,600 appropriated for state grand jury expenses is for costs

24 incurred pursuant to section 21-428, subsection C, Arizona Revised Statutes.

25 It is the intent of the legislature that state grand jury expenses be limited

26 to the amount appropriated and that a supplemental appropriation will not be

27 provided.

28 The attorney general shall notify the president of the senate, the

29 speaker of the house of representatives and the joint legislative budget

30 committee before entering into a settlement of \$100,000 or more that will

31 result in the receipt of monies by the attorney general or any other person.

32 The attorney general shall not allocate or expend these monies until the

33 joint legislative budget committee reviews the allocations or expenditures.

34 Settlements that pursuant to statute must be deposited in the state general

35 fund need not be reviewed by the joint legislative budget committee. This

36 paragraph does not apply to actions under title 13, Arizona Revised Statutes,

37 or other criminal matters.

38 In addition to \$17,130,800 appropriated from the interagency service

39 agreements fund, an additional \$370,000 and 5 FTE positions are appropriated

40 from the interagency service agreements fund for new or expanded interagency

41 service agreements. The attorney general shall report to the joint

42 legislative budget committee whenever an interagency service agreement is

43 established that will require expenditures from the additional amount. The

44 report shall include the name of the agency or entity with which the

1 agreement is made, the dollar amount of the contract by fiscal year and the  
2 number of associated FTE positions.

3 All revenues received by the antitrust enforcement revolving fund in  
4 excess of \$144,000 are appropriated. Expenditures from the fund may not  
5 exceed \$750,000 in fiscal year 2002-2003. Before the expenditure of any  
6 antitrust enforcement revolving fund receipts in excess of \$144,000 in fiscal  
7 year 2002-2003, the attorney general shall submit the intended uses of the  
8 monies for review by the joint legislative budget committee.

9 Sec. 7. Laws 2002, chapter 327, section 10 is amended to read:

10 Sec. 10. DEPARTMENT OF BUILDING AND FIRE SAFETY

	<u>2002-03</u>
FTE positions	<del>72.7</del>
	62.7
Lump sum appropriation	\$ 3,507,900
AGENCYWIDE LUMP SUM REDUCTION	<u>(405,100)</u>
TOTAL APPROPRIATION - DEPARTMENT OF BUILDING AND FIRE SAFETY	\$ 3,102,800

18 Performance measures:

Per cent of manufactured homes complaints concerning quality and safety closed vs. complaints filed	92.5
Manufactured homes inspected in the plant	11,880
Per cent of fire code enforcement inspections completed vs. required annual inspections	85
Area fire training sessions held	135
Cost per student at state fire school	\$ 100
Administration as a per cent of total cost	14.5
Customer satisfaction rating (Scale 1-8)	6.0

29 Sec. 8. Laws 2002, chapter 327, section 11 is amended to read:

30 Sec. 11. STATE BOARD FOR CHARTER SCHOOLS

	<u>2002-03</u>
FTE positions	<del>8.0</del>
	7.0
Lump sum appropriation	\$ 553,500
AGENCYWIDE LUMP SUM REDUCTION	<u>(58,100)</u>
TOTAL APPROPRIATION - STATE BOARD FOR CHARTER SCHOOLS	\$ 495,400

38 Performance measures:

Applications received	40
Applications approved	25
On-site monitoring visits	200
Complaints regarding schools that it sponsors	65
Administration as a per cent of total cost	2.0
Customer satisfaction rating (Scale 1-8)	6.0

In addition to collecting data for the adopted performance measures, the state board for charter schools shall conduct a survey of parents of charter school students in order to establish parent quality ratings for every charter school in the state.

Sec. 9. Laws 2002, chapter 327, section 13 is amended to read:

Sec. 13. DEPARTMENT OF COMMERCE

	<u>2002-03</u>
FTE positions	89.9
	82.9
Operating lump sum appropriation	<del>\$ 4,347,200</del>
	\$ 4,397,200
Minority and women owned business	109,900
Small business advocate	109,000
Economic development matching funds	104,000
CEDC commission	255,400
Advertising and promotion	659,200
Motion picture development	306,400
International trade offices	976,000
REDI matching grants	45,000
National law center/free trade	250,000
	200,000
Oil overcharge administration	147,700
Main street	130,000
Apprenticeship services	152,100
Arizona partnership for the new economy - high tech clusters	207,500
AGENCYWIDE LUMP SUM REDUCTION	<u>(448,900)</u>
Total appropriation - department of commerce	<del>\$ 7,799,400</del>
	\$ 7,350,500
Fund sources:	
State general fund	<del>\$ 4,336,600</del>
	\$ 3,887,700
Bond fund	118,500
CEDC fund	2,941,200
State lottery fund	255,400
Oil overcharge fund	147,700
Performance measures:	
Number of jobs created	15,500
Number of workers trained	13,000
Number of new company relocations or expansions	60
Export sales	\$13,000,000,000
Average wage rate for new jobs created	\$17.80
Administration as a per cent of total cost	9.2



1 Customer satisfaction rating for economic  
2 development program (Scale 1-8) 6.0

3 Sec. 10. Laws 2002, chapter 327, section 14 is amended to read:

4 Sec. 14. ARIZONA COMMUNITY COLLEGES

5 2002-03

6 State board

7 FTE positions 5.0

8 Lump sum appropriation \$ 237,000

9 AGENCYWIDE LUMP SUM REDUCTION (13,700)

10 TOTAL - STATE BOARD \$ 223,300

11 Equalization aid

12 Cochise ~~\$ 2,112,100~~

13 \$ 2,006,500

14 Graham 6,961,000

15 6,612,900

16 Navajo 1,357,700

17 1,289,800

18 Yuma/La Paz 264,000

19 250,800

20 Total - equalization aid ~~\$ 10,694,800~~

21 \$ 10,160,000

22 Operating state aid

23 Cochise ~~\$ 5,832,100~~

24 \$ 5,540,500

25 Coconino 3,058,400

26 2,905,500

27 Graham 5,528,800

28 5,252,400

29 Maricopa ~~49,067,100~~

30 46,613,700

31 Mohave 3,821,400

32 3,630,300

33 Navajo 4,431,900

34 4,210,300

35 Pima 19,079,700

36 18,125,700

37 Pinal 5,956,900

38 5,659,100

39 Yavapai 4,830,700

40 4,589,200

41 Yuma/La Paz 5,497,500

42 5,222,600

43 Total - operating state aid ~~\$107,104,500~~

44 \$101,749,300

1	<u>Capital outlay state aid</u>	
2	Cochise	<del>\$ 717,700</del>
3		\$ 681,800
4	Coconino	336,100
5		319,300
6	Graham	649,200
7		616,700
8	Maricopa	8,747,100
9		8,309,800
10	Mohave	463,600
11		440,400
12	Navajo	491,100
13		466,500
14	Pima	2,794,400
15		2,654,800
16	Pinal	693,500
17		658,800
18	Yavapai	597,300
19		567,400
20	Yuma/La Paz	756,400
21		<u>718,600</u>
22	Total - capital outlay state aid	<del>\$ 16,246,400</del>
23		\$ 15,434,100
24	Total appropriation - Arizona community colleges	<del>\$134,282,700</del>
25		\$127,566,700
26	Performance measures:	
27	Per cent of upper-division students at	
28	universities who transfer from an Arizona	
29	community college with 12 or more credits	40
30	Per cent of students who transfer to Arizona	
31	public universities without loss of credits	95
32	Number of applied baccalaureate programs	
33	collaboratively developed with universities	12
34	Per cent of community college campuses that	
35	offer 2-way interactive TV courses	100
36	Per cent of students completing vocational	
37	education programs who enter jobs related	
38	to training	90
39	All community college districts shall provide articulation information	
40	to students for classes that transfer for credit to an Arizona public	
41	university, including references to advisement, counseling and appropriate	
42	web sites, in all catalogues, course schedules and internet course guides.	

1 Arizona learning systems shall develop an operations and business plan  
 2 for continued statewide use and financial viability of the system. If a plan  
 3 is not developed and submitted to the joint legislative budget committee for  
 4 its review by July 31, 2002, Arizona learning systems shall terminate by the  
 5 end of August 2002. If Arizona learning systems is terminated, state-funded  
 6 assets for Arizona learning systems shall be disbursed as directed by the  
 7 joint legislative budget committee and any remaining state appropriations for  
 8 Arizona learning systems shall be returned to the state general fund.

9 Sec. 11. Laws 2002, chapter 327, section 15 is amended to read:

10 Sec. 15. CORPORATION COMMISSION

11		<u>2002-03</u>
12	FTE positions	311.8
13		300.8
14	Lump sum appropriation	\$ 21,633,800
15	Utility audits, studies,	
16	investigations and rate hearings	380,000*
17	AGENCYWIDE LUMP SUM REDUCTION	<u>(265,900)</u>
18	Total appropriation - corporation commission	<del>\$ 22,013,800</del>
19		\$ 21,747,900
20	Fund sources:	
21	State general fund	<del>\$ 5,238,400</del>
22		\$ 4,972,500
23	Arizona arts trust fund	38,000
24	Utility regulation revolving fund	10,814,900
25	Public access fund	1,796,900
26	Securities regulatory and	
27	enforcement fund	3,370,200
28	Investment management regulatory and	
29	enforcement fund	755,400
30	Performance measures:	
31	Number of corporations and limited liability	
32	companies in Arizona	369,268
33	Average turnaround time in weeks for processing	
34	of regular corporate filings	6.5
35	Average turnaround time in days for processing	
36	of expedited corporate filings	2.0
37	Average time in days to complete a utility	
38	rate case	200
39	Number of complaints received by the securities	
40	division	450
41	Number of railroad grade crossing accidents	35
42	Per cent of agency staff turnover	13
43	Administration as a per cent of total cost	8.2
44	Customer satisfaction rating for corporations	
45	program (Scale 1-8)	6.0

1       Sec. 12. Laws 2002, chapter 327, section 16 is amended to read:  
 2       Sec. 16. DEPARTMENT OF CORRECTIONS

3		<u>2002-03</u>
4	FTE positions	10,295.4
5	Lump sum appropriation	\$610,732,200
6	<del>AGENCYWIDE LUMP SUM REDUCTION</del>	<del>(434,000)</del>
7	<del>TOTAL APPROPRIATION DEPARTMENT OF CORRECTIONS</del>	<del>\$610,298,200</del>
8	Fund sources:	
9	State general fund	\$576,241,600
10		575,807,600
11	Corrections fund	29,978,100
12	Penitentiary land fund	1,375,000
13	State charitable, penal and	
14	reformatory institutions	
15	land fund	570,000
16	State education fund for	
17	correctional education	2,118,200
18	Alcohol abuse treatment fund	449,300
19	Performance measures:	
20	Average yearly cost per inmate	\$ 20,801
21	Escapes from secure facilities	0
22	Number of inmates receiving GED	2,600
23	Number of inmate random positive urinalysis	
24	results	907
25	Per cent of agency staff turnover	11.6
26	Administration as a per cent of total cost	6.6
27	Customer satisfaction rating for employee	
28	satisfaction (Scale 1-8)	6.0

29       Twenty-five per cent of land earnings and interest from the state  
 30       charitable, penal and reformatory institutions land fund shall be distributed  
 31       to the state department of corrections in compliance with section 25 of the  
 32       enabling act and the constitution to be used for the support of state penal  
 33       institutions.

34       One hundred per cent of land earnings and interest from the  
 35       penitentiary land fund shall be distributed to the department of corrections  
 36       in compliance with section 25 of the enabling act and the constitution to be  
 37       used for the support of state penal institutions.

38       Before the expenditure of any state education fund for correctional  
 39       education receipts in excess of \$2,118,200, the department of corrections  
 40       shall report the intended use of the monies to the director of the joint  
 41       legislative budget committee.

42       Before altering its bed capacity by closing state-operated prison beds,  
 43       canceling or not renewing contracts for privately-operated prison beds, the  
 44       department of corrections shall submit a bed plan detailing the proposed bed  
 45       closures for approval by the joint legislative budget committee.

1 It is the intent of the legislature that the Arizona department of  
 2 corrections issue two requests for proposals (RFP) regarding private prisons.  
 3 The first RFP shall solicit bids to contract for 1,000 privately operated  
 4 beds to be opened in November 2003. The second RFP shall solicit bids to  
 5 privatize the non-level 5 female inmate population by contracting for 2,200  
 6 privately operated beds to be opened in August 2004. Pursuant to section  
 7 41-1609.01, Arizona Revised Statutes, the department shall submit the request  
 8 for proposals to the joint legislative budget committee for review.

9 The lump sum appropriation to the department includes \$82,381,800 of  
 10 state general fund monies and \$755,400 of corrections fund monies for costs  
 11 associated with the health care subprogram. It is the intent of the  
 12 legislature that the department use these monies only for the health care  
 13 subprogram.

14 Sec. 13. Laws 2002, chapter 327, section 17 is amended to read:

15 Sec. 17. ARIZONA CRIMINAL JUSTICE COMMISSION

	<u>2002-03</u>
16 FTE positions	6.0
17 Lump sum appropriation	\$ 6,135,000
18 Rural state aid to county attorneys	\$ 315,400
19 Rural state aid to indigent defense	\$ 299,600
20 AGENCYWIDE LUMP SUM REDUCTION	<u>(172,400)</u>
21 Total appropriation - Arizona criminal	
22 justice commission	<del>\$ 6,750,000</del>
23	\$ 6,577,600
24	
25 Fund sources:	
26 State general fund	<del>\$ 1,724,100</del>
27	\$ 1,551,700
28 Criminal justice enhancement fund	467,800
29 Victim compensation and assistance	
30 fund	2,900,000
31 State aid to county attorneys fund	850,500
32 State aid to indigent defense fund	807,600
33 Performance measures:	
34 Crime victim program site visits completed	30
35 Per cent of crime victim program audits	
36 reflecting no deficiencies	100
37 Drug and violent crime arrests made by	
38 grant-funded task forces	5,891
39 Studies/reports completed and published	20
40 Number of juvenile jails assisted for	
41 improvement	4.0
42 Administration as a per cent of total cost	6.8
43 Customer satisfaction rating (Scale 1-8)	6.0

1 All victim compensation and victim assistance receipts received by the  
 2 Arizona criminal justice commission in excess of \$2,900,000 in fiscal year  
 3 2002-2003 are appropriated to the crime victims program. Before the  
 4 expenditure of any victim compensation and victim assistance receipts in  
 5 excess of \$2,900,000, the Arizona criminal justice commission shall submit  
 6 the intended use of the monies for review by the joint legislative budget  
 7 committee.

8 Notwithstanding any other law, the amount appropriated for rural state  
 9 aid to county attorneys and rural state aid to indigent defense shall be  
 10 allocated to counties with populations of less than five hundred thousand  
 11 persons.

12 Sec. 14. Laws 2002, chapter 327, section 18 is amended to read:

13 Sec. 18. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND

14 2002-03

15 Phoenix day school for the deaf

16 FTE positions 175.2

17 Lump sum appropriation \$ 7,266,700

18 Fund sources:

19 State general fund \$ 1,892,400

20 Arizona schools for the deaf  
 21 and the blind fund 5,374,300

22 Tucson campus

23 FTE positions 303.9

24 Lump sum appropriation \$ 13,946,800

25 Fund sources:

26 State general fund \$ 8,454,600

27 Arizona schools for the deaf  
 28 and the blind fund 5,492,200

29 Administration/statewide programs

30 FTE positions 129.3

31 Lump sum appropriation \$ 7,013,600

32 Fund sources:

33 State general fund \$ 5,679,300

34 Arizona schools for the deaf  
 35 and the blind fund 1,334,300

36 ~~AGENCYWIDE LUMP SUM REDUCTION (55,300)~~

37 Total appropriation - Arizona state schools  
 38 for the deaf and the blind

~~\$ 28,227,100~~

\$ 28,171,800

39 Fund sources:

40 State general fund ~~\$ 16,026,300~~

\$ 15,971,000

42  
 43 Arizona schools for the deaf  
 44 and the blind fund

12,200,800

1	Performance measures:	
2	Parents rating overall quality of services	
3	as "good" or "excellent" based on annual	
4	survey	90
5	Per cent of certified positions filled	95
6	Per cent of agency staff turnover	8
7	Per cent of MDSSI students at or above	
8	"approaches standards" level on the	
9	AIMS-A test	100
10	Per cent of students achieving a year's growth	
11	in a year's time in reading and mathematics	75
12	Administration as a per cent of total cost	4.0
13	Before the expenditure of any Arizona schools for the deaf and the	
14	blind fund nonendowment monies in excess of \$11,831,600 in fiscal year	
15	2002-2003, the Arizona state schools for the deaf and the blind shall report	
16	the intended use of the funds to the speaker of the house of representatives,	
17	the president of the senate, the chairmen of the house and senate	
18	appropriations committees and the directors of the joint legislative budget	
19	committee and the governor's office of strategic planning and budgeting.	
20	All endowment earnings above \$369,200 in fiscal year 2002-2003 that are	
21	received by the Arizona state schools for the deaf and the blind and	
22	deposited into the Arizona schools for the deaf and the blind fund are	
23	appropriated for operating expenditures.	
24	Sec. 15. Laws 2002, chapter 327, section 19 is amended to read:	
25	Sec. 19. DEPARTMENT OF ECONOMIC SECURITY	
26		<u>2002-03</u>
27	<u>Administration</u>	
28	FTE positions	292.9
29	Operating lump sum appropriation	\$ 36,638,000
30	Finger imaging	863,800
31	Lease purchase equipment	2,392,100
32	Public assistance collections	397,300
33	Attorney general legal services	<u>588,500</u>
34	Total - administration	\$ 40,879,700
35	Fund sources:	
36	State general fund	\$ 31,476,700
37	Public assistance collections fund	309,000
38	Federal temporary assistance for	
39	needy families block grant	6,502,700
40	Federal child care and development	
41	fund block grant	1,055,200
42	Special administration fund	536,100
43	Statewide cost allocation plan	
44	fund	1,000,000

1	Performance measures:	
2	Customer satisfaction ratings based on	
3	annual survey (Scale 1-5)	
4	Office of personnel management	3.0
5	Office of management development	3.0
6	Office of appellate services administration	4.0
7	Office of technology services	3.0
8	Number of districts where strategic planning	
9	model was implemented for early intervention	
10	program	6.0
11	Per cent information technology service help	
12	calls requests resolved in 1 day	95
13	Cost per dollar to recover overpayments	.10
14	Per cent of agency staff turnover	15.6
15	Administration as a per cent of total cost	5.1
16	In accordance with section 35-142.01, Arizona Revised Statutes, the	
17	department of economic security shall remit to the department of	
18	administration any monies received as reimbursement from the federal	
19	government or any other source for the operation of the department of	
20	economic security west building and any other building lease-purchased by the	
21	State of Arizona in which the department of economic security occupies space.	
22	The department of administration shall deposit these monies in the state	
23	general fund.	
24	In accordance with section 38-654, Arizona Revised Statutes, the	
25	department of economic security shall transfer to the department of	
26	administration for deposit in the special employee health insurance trust	
27	fund any unexpended state general fund monies at the end of each fiscal year	
28	appropriated for employer health insurance contributions.	
29	<u>Developmental disabilities</u>	
30	FTE positions	354.5
31	Operating lump sum appropriation	\$ 4,836,300
32	Case management	3,195,800
33	Home and community based services	27,539,000
34	Institutional services	294,900
35	Arizona training program at	
36	Coolidge	5,765,800
37	State-funded long-term care	
38	services	20,233,300
39	Total - developmental disabilities	\$ 61,865,100
40	Fund sources:	
41	State general fund	\$ 43,836,100
42	Long-term care system fund	18,029,000
43	Performance measures:	
44	Per cent of consumer satisfaction with	
45	case management services	95



1	Cost per member year - Arizona training	
2	program - Coolidge	\$ 93,700
3	Average number of Arizona training program -	
4	Coolidge clients	175

5 The department of economic security shall submit a report to the joint  
6 legislative budget committee by August 31, 2002 on procedures the department  
7 plans to implement in order to improve cost of care collections for services  
8 to developmentally disabled clients.

9 The amounts appropriated to the department of economic security include  
10 an estimated \$7,745,300 of state general fund monies, \$1,407,400 long-term  
11 care system fund monies and \$10,379,500 federal title XIX monies to increase  
12 contracted community service providers and independent service agreement  
13 providers disbursements paid through the developmental disabilities and  
14 long-term care cost centers. It is the intent of the legislature that  
15 increased funding be incorporated into current contracted rates effective  
16 July 1, 2002. Subject to the availability of funds, the adjustment shall be  
17 directed toward raising rates paid to providers receiving less than the  
18 average rate paid to all similar providers providing similar levels of  
19 service for the same service types in a manner and time to be determined by  
20 the department. Monies for the rate increases shall be allocated only to  
21 providers with contracts or agreements for eligible services in effect as of  
22 January 1, 2002. The adjustment shall be distributed by August 1, 2002.  
23 Prior to the distribution of the adjustment, the department shall submit its  
24 plan and methodology for distributing the adjustment to the joint legislative  
25 budget committee for its review. The adjustment in this section is exempt  
26 from the provisions of title 41, chapter 23, Arizona Revised Statutes,  
27 related to procurement, as well as the provisions of section 36-557,  
28 subsection B, Arizona Revised Statutes.

29 It is the intent of the legislature that any available surplus monies  
30 for developmental disability programs be applied toward the waiting list,  
31 unless there are insufficient monies to annualize these costs in the  
32 subsequent year. The children's waiting list shall receive first priority.  
33 The amount appropriated for developmental disabilities shall be used to  
34 provide for services for non-title XIX eligible clients. The amount shall  
35 not be used for other purposes, unless a transfer of monies is reviewed by  
36 the joint legislative budget committee.

37 It is the intent of the legislature that monies appropriated for  
38 services relating to adult day services in the division of developmental  
39 disabilities budget be transferred to the division of employment and  
40 rehabilitation services, rehabilitation services administration to  
41 accommodate individuals who are determined by the division of developmental  
42 disabilities to need vocational independence in a supported work environment.  
43 These monies may be transferred back to the division of developmental  
44 disabilities if a supported work environment is no longer the most  
45 appropriate day placement for a client.

1 The department of economic security shall submit a report to the joint  
2 legislative budget committee by August 31, 2002 detailing the procurement  
3 rules it has adopted for the division of developmental disabilities and its  
4 procedures for modifying those rules.

5 The department of economic security shall report all new placements  
6 into a state-owned ICF-MR or the Arizona training program at Coolidge campus  
7 in fiscal year 2002-2003 to the president of the senate, the speaker of the  
8 house of representatives, the chairmen of the senate and house of  
9 representatives appropriations committees and the director of the joint  
10 legislative budget committee and the reason why this placement, rather than  
11 a placement into a privately run facility for the developmentally disabled,  
12 was deemed as the most appropriate placement. The department should also  
13 report if no new placements were made. This report shall be made available  
14 by July 15, 2003.

15 THE DEPARTMENT OF ECONOMIC SECURITY SHALL SUBMIT A REPORT TO THE JOINT  
16 LEGISLATIVE BUDGET COMMITTEE BY JANUARY 20, 2003 ON THE FEASIBILITY OF  
17 OBTAINING ADDITIONAL FEDERAL TITLE IV-E MONIES FOR CLIENTS SERVED BY THE  
18 DIVISION OF DEVELOPMENTAL DISABILITIES.

19 Long-term care system fund

20	FTE positions	1,311.2
21	Operating lump sum appropriation	\$ 18,252,400
22	Case management	22,392,200
23	Home and community based services	305,538,200
24	Institutional services	12,142,000
25	Medical services	60,356,400
26	Arizona training program at	
27	Coolidge	11,717,600
28	Less title XIX and other funds	<u>(287,409,700)</u>
29	Total - long-term care system fund	\$ 142,989,100

30 Performance measures:

31	Per cent of consumer satisfaction with	
32	case management services	95
33	Cost per member year at Arizona training	
34	program - Coolidge	\$ 93,700
35	Average number of Arizona training program -	
36	Coolidge clients	175

37 All monies in the long-term care system fund unexpended and  
38 unencumbered at the end of fiscal year 2002-2003 revert to the state general  
39 fund, subject to approval by the Arizona health care cost containment system.

40 Before implementation of any changes in capitation rates for the  
41 long-term care program, the department of economic security shall report its  
42 plan to the joint legislative budget committee for its review.

43 Before the expenditure of any monies for improvements to the division  
44 of developmental disabilities automation system, the department of economic  
45 security shall submit a report to the joint legislative budget committee for

its review. The report shall discuss how the automation improvements will ensure coordination between the division of developmental disabilities and other eligibility-based programs in the department of economic security.

Benefits and medical eligibility

FTE positions	721.9
Operating lump sum appropriation	\$ 34,387,400
Temporary assistance for needy families cash benefits	155,016,600
FLSA supplement	1,008,900
General assistance	2,130,400
Institutional support payments	266,400
Tuberculosis control	32,200
Outreach and naturalization	85,000
Tribal pass-through funding	<u>4,212,800</u>
Total - benefits and medical eligibility	\$197,139,700
Fund sources:	
State general fund	\$ 82,383,600
Federal temporary assistance for needy families block grant	114,756,100
Performance measures:	
Per cent of cash benefits issued timely	98.6
Per cent of total cash benefits payments issued accurately	95.0
Per cent of total food stamps payments issued accurately	95.0
Per cent of clients satisfied with family assistance administration	88.2

The operating lump sum appropriation may be expended on Arizona health care cost containment system eligibility determinations based on the results of the Arizona random moment sampling survey.

Notwithstanding section 35-173, subsection C, Arizona Revised Statutes, any transfer to or from the \$155,016,600 appropriated for temporary assistance for needy families cash benefits in fiscal year 2002-2003 requires approval of the joint legislative budget committee.

Of the amount appropriated for temporary assistance for needy families cash benefits, \$4,200,000 reflects appropriation authority only to ensure sufficient cashflow to administer cash benefits for tribes operating their own welfare programs. The department shall notify the joint legislative budget committee and the governor's office of strategic planning and budgeting staff before the use of any of the \$4,200,000 appropriation authority.

The department of economic security shall provide data on the Arizona works program to the joint legislative budget committee on a bimonthly basis to accompany the report required by section 46-344, Arizona Revised Statutes.

The department of economic security shall also provide data related to the performance contract with the Arizona works vendor to the vendor and the joint legislative budget committee no later than seventy days after the end of each fiscal quarter.

The department of economic security shall provide the Arizona works agency procurement board a level of support equivalent to that received in fiscal year 2000-2001.

Child support enforcement

FTE positions	730.8
Operating lump sum appropriation	\$ 31,428,400
Genetic testing	723,600
Central payment processing	3,275,700
County participation	11,598,900
Attorney general legal services	5,395,600
Less federal funds	(34,933,500)
Total - child support enforcement	\$ 17,488,700
Fund sources:	
State general fund	\$ 5,631,300
Child support enforcement administration fund	11,857,400
Performance measures:	
Total IV-D collections	\$284,000,000
Per cent of IV-D caseload with a IV-D collection	49.5
Ratio of current IV-D support collected and distributed to current IV-D support due	49.2
Per cent of IV-D court ordered cases with a collection during the year	72.8
Per cent of IV-D children in the paternity function for whom paternity was established during the year	22.8
Per cent of cases in the establishment function for which orders were established during the year	31.0

All state share of retained earnings and federal incentives above \$11,000,900 in fiscal year 2002-2003 received by the division of child support enforcement are appropriated for operating expenditures. New full-time equivalent positions may be authorized with the increased funding. The division of child support enforcement shall report the intended use of the monies to the speaker of the house of representatives, the president of the senate, the chairmen of the senate and house appropriations committees and the directors of the joint legislative budget committee and the governor's office of strategic planning and budgeting.

The appropriation for the county participation special line item includes \$1,000,000 of state general fund monies to administer the child support program in a county with a population of more than five hundred thousand persons but less than one million persons according to the most recent decennial census. If that county notifies the department in writing by June 1, 2002 that it will administer the child support program in its own county, the department shall pass through the \$1,000,000 to the county to administer the program. If that county does not notify the department in writing by June 1, 2002 that it will administer the child support program in its own county, the department may use the \$1,000,000 to administer the child support program in that county.

Aging and community services

FTE positions	90.6
Operating lump sum appropriation	\$ 5,659,300
Community and emergency services	5,996,000
Coordinated hunger program	1,786,600
Coordinated homeless program	2,738,600
Adult services	11,545,300
Domestic violence prevention	9,323,800
Information and referral services	115,400
Long-term care ombudsman	359,500
Total - aging and community services	\$ 37,524,500
Fund sources:	
State general fund	\$ 22,385,600
Federal temporary assistance for needy families block grant	13,438,900
Domestic violence shelter fund	1,700,000
Performance measures:	
Average per cent of survey respondents indicating provision of services avoided premature institutionalization	84
Adult protective services investigation per cent rate	81
Per cent of participants in older workers program transitioned from subsidized to unsubsidized positions	49
Per cent of eligibility determination made within 48 hours for refugee medical assistance program	98
Per cent of clients surveyed who were accurately referred by the information and referral program	90

1 It is the intent of the legislature that a state general fund amount  
2 of \$250,000 in adult services be matched with \$250,000 from the federal  
3 social services block grant for nonmedical home and community based services.

4 It is the intent of the legislature that the \$115,400 appropriated for  
5 information and referral services shall be used to fund services in each city  
6 of this state with a population of more than two hundred fifty thousand  
7 persons.

8 All domestic violence shelter fund monies above \$1,700,000 received by  
9 the department of economic security in fiscal year 2002-2003 are appropriated  
10 for the domestic violence prevention special line item. The department of  
11 economic security shall report the intended use of the monies above  
12 \$1,700,000 in fiscal year 2002-2003 to the joint legislative budget  
13 committee.

14 It is the intent of the legislature that the department use at least  
15 \$1,038,900 of federal temporary assistance for needy families block grant  
16 monies in the appropriation for community and emergency services to ensure  
17 that councils of governments and tribal governments receive at least the same  
18 amount of federal social services block grant monies that those entities  
19 received in fiscal year 2000-2001.

20 Children, youth and families

21	FTE positions	1,143.3
22	Operating lump sum appropriation	\$ 42,493,000
23	Children services	29,549,500
24	Intensive family services	1,985,600
25	Adoption services	21,434,800
26	Homeless youth intervention	400,000
27	Permanent guardianship subsidy	983,300
28	Temporary assistance for needy	
29	families deposit to the joint	
30	substance abuse treatment fund	333,300
31	Healthy families	250,000
32	Child abuse prevention	814,100
33	Family builders program	6,200,000
34	Comprehensive medical and dental	
35	program	2,207,000
36	Attorney general legal services	4,426,100
37	Child protective services appeals	615,300
38	Temporary assistance for needy	
39	families deposit to social	
40	services block grant	36,398,200
41	Child protective services	
42	expedited substance abuse	
43	treatment fund deposit	224,500
44	IV-E cost allocation contingency	8,224,200
45	Total - children, youth and families	\$156,538,900

1	Fund sources:	
2	State general fund	\$ 86,169,900
3	Child abuse prevention fund	1,064,100
4	Children and family services	
5	training program fund	209,600
6	Federal temporary assistance for	
7	needy families block grant	69,095,300
8	Performance measures:	
9	Per cent of children in out-of-home care	
10	who exit the child welfare system who	
11	achieve permanent placement through	
12	reunification, adoption or legal	
13	guardianship	37
14	Per cent of children in out-of-home care	
15	who have not returned to their families	
16	or been placed in another type of	
17	permanent placement for more than 24	
18	consecutive months since they were	
19	removed from their homes	29
20	Number of children with finalized adoption	1,288
21	Per cent of CPS reports responded to by CPS	
22	staff	74
23	Per cent of CPS reports responded to by	
24	family builders	26
25	Substantiated reports of child maltreatment	4,589
26	Average per cent rate at which CPS	
27	reports are substantiated	20.1
28	Per cent of newly hired CPS specialists	
29	completing training within 7 months	
30	of hire	100
31	Per cent of CPS original dependencies	
32	cases where court denied or dismissed	3.0
33	Per cent of office of administrative	
34	hearings where CPS case findings	
35	are affirmed	89
36	Per cent of CPS complaints reviewed by	
37	the office of the ombudsman-citizens	
38	aide where allegations are reported	
39	as valid by the ombudsman	14
40	Per cent of calls to the family advocate	
41	that relate to CPS complaints	4.0
42	Per cent of CPS cases where the family	
43	advocate is involved and is successful	
44	in facilitating a solution	90

1 Per cent of CPS cases where most or all of the  
2 foster care review board recommendations  
3 are agreed on before court action as  
4 reported by the board 85

5 Average per cent of time spent on  
6 administrative paperwork as reported by  
7 CPS workers in an annual survey

8 District 1	Baseline minus 5%
9 District 2	Baseline minus 5%
10 District 3	Baseline minus 5%
11 District 4	Baseline minus 5%
12 District 5	Baseline minus 5%
13 District 6	Baseline minus 5%

14 The department of economic security shall provide the joint legislative  
15 budget committee staff with bimonthly reports on all appropriated and  
16 nonappropriated expenditures for the children services program. Each  
17 bimonthly report shall compare for each month in the current fiscal year  
18 projected funding needs by funding source to client caseload levels and  
19 approved funding in the current fiscal year.

20 It is the intent of the legislature that the \$36,398,200 appropriated  
21 from the federal temporary assistance for needy families block grant to the  
22 social services block grant for deposit into the temporary assistance for  
23 needy families deposit to social services block grant special line item be  
24 allocated to the children services program in fiscal year 2002-2003.

25 Monies appropriated from the federal temporary assistance for needy  
26 families block grant and deposited into the joint substance abuse treatment  
27 fund pursuant to section 8-881, Arizona Revised Statutes, shall be  
28 administered jointly by the department of economic security and the  
29 department of health services. The program development costs shall be  
30 limited to seven per cent and shall include training opportunities for  
31 community collaboratives. The program evaluation costs shall be limited to  
32 twelve per cent and shall include technical assistance to communities for  
33 developing and providing substance abuse prevention and treatment programs.  
34 The program evaluation costs shall also include expenditures for conducting  
35 meetings to ensure collaboration, coordination and integration of services  
36 and funding sources between public and private agencies, programs, service  
37 providers, advocates and consumers to meet prevention, treatment and other  
38 service needs. The amounts allocated for program development and program  
39 evaluation for the first three years of the program may be compared to total  
40 costs over those three years for purposes of meeting the cost limits.

41 The department of economic security shall provide training to any new  
42 child protective services full-time equivalent positions before assigning to  
43 any of these employees any client caseload duties.



1 It is the intent of the legislature that the department of economic  
 2 security shall use the funding in the division of children, youth and  
 3 families, including the operating lump sum appropriation and the family  
 4 builders program appropriation, to achieve a one hundred per cent response  
 5 rate.

6 Employment and rehabilitation services

7	FTE positions	465.3
8	Operating lump sum appropriation	\$ 20,795,800
9	Job search stipends	30,000
10	Vocational rehabilitation services	4,070,700
11	Independent living rehabilitation	
12	services	2,203,500
13	Developmental disabilities	
14	employment support	6,093,600
15	Summer youth employment and training	1,000,000
16	Day care subsidy	<del>114,220,700</del>
17		117,220,700
18	Transitional child care	28,463,800
19	JOBS	25,701,700
20	Work-related transportation	3,302,200
21	Workforce investment act programs	<u>44,070,600</u>
22	Total - employment and rehabilitation	
23	services	<del>\$249,952,600</del>
24		\$252,952,600
25	Fund sources:	
26	State general fund	\$ 35,444,000
27	Federal temporary assistance for	
28	needy families block grant	68,794,900
29	Federal child care and development	
30	fund block grant	<del>93,712,600</del>
31		96,712,600
32	Special administration fund	1,585,000
33	Spinal and head injuries trust fund	2,463,900
34	Workforce investment act grant	47,952,200

35 Performance measures:

36	Number of TANF recipients who obtained	
37	employment	12,264
38	Average cost per JOBS participant in all	
39	work activities	\$771
40	Per cent of customer satisfaction with	
41	child care	91.5
42	Vocational rehabilitation individuals	
43	successfully rehabilitated	2,307

44 It is the intent of the legislature that the \$25,701,700 appropriated  
 45 for JOBS in fiscal year 2002-2003 may be used to support nonpermanent and

1 seasonal positions to fulfill federal program requirements when contracts for  
 2 services cannot be established with outside parties. The use of such  
 3 positions shall be reported to the director of the joint legislative budget  
 4 committee.

5 All federal workforce investment act funds that are received by the  
 6 state in excess of \$47,952,200 in fiscal year 2002-2003 are appropriated to  
 7 the workforce investment act programs special line item. Excess monies may  
 8 not be spent until a proposed expenditure plan for the excess monies has been  
 9 reviewed by the joint legislative budget committee.

10 Of the ~~\$114,220,700~~ \$117,220,700 appropriated for day care subsidy in  
 11 fiscal year 2002-2003, ~~\$86,867,500~~ \$89,867,500 is for a program in which the  
 12 upper income limit is one hundred sixty-five per cent of the federal poverty  
 13 level. This provision may not be construed to impose a duty on an officer,  
 14 agent or employee of the state to discharge a responsibility or to create any  
 15 right in a person or group if the discharge or right would require an  
 16 expenditure of state monies in excess of the ~~\$86,867,500~~ \$89,867,500  
 17 appropriation.

18 All spinal and head injuries trust fund receipts received by the  
 19 department of economic security in excess of \$2,463,900 in fiscal year  
 20 2002-2003 are appropriated to the independent living rehabilitation services  
 21 special line item. Before the expenditure of any spinal and head injuries  
 22 trust fund receipts in excess of \$2,463,900 in fiscal year 2002-2003, the  
 23 department of economic security shall submit the intended use of the monies  
 24 for review by the joint legislative budget committee.

25 It is the intent of the legislature that the department shall use  
 26 \$4,500,000 of the monies appropriated for the JOBS special line item for  
 27 contracts with education and training entities. These contracts shall focus  
 28 on assisting JOBS clients in obtaining jobs paying, on average, ten dollars  
 29 per hour or more. The department shall report to the joint legislative  
 30 budget committee by October 15, 2003 on these efforts. The report shall  
 31 include expenditure details and placement data.

32 Of the monies appropriated for the JOBS special line item, the  
 33 department may use up to \$5,500,000 to provide job training, education,  
 34 supportive services, and other services that will promote job retention and  
 35 career advancement of former temporary assistance for needy families  
 36 recipients.

37	Agencywide federal temporary assistance	
38	for needy families block grant lump	
39	sum supplemental	\$ 10,886,100
40	Agencywide general fund lump sum reduction	(13,948,100)
41	AGENCYWIDE LUMP SUM FTE POSITIONS REDUCTION	(202.0)
42	ADDITIONAL AGENCYWIDE LUMP SUM REDUCTION	<u>(15,022,600)</u>
43	Total appropriation - department of	
44	economic security	\$ 901,316,300
45		\$ 889,293,700

## Fund sources:

State general fund	<del>\$ 436,368,200</del>
	\$ 421,345,600
Federal temporary assistance for needy families block grant	283,474,000
Federal child care and development fund block grant	<del>94,767,800</del>
	97,767,800
Special administration fund	2,121,100
Public assistance collections fund	309,000
Long-term care system fund	18,029,000
Child support enforcement administration fund	11,857,400
Domestic violence shelter fund	1,700,000
Child abuse prevention fund	1,064,100
Children and family services training program fund	209,600
Spinal and head injuries trust fund	2,463,900
Workforce investment act grant	47,952,200
Statewide cost allocation plan fund	1,000,000

## Performance measures:

CPS and family builders per cent response rate	100
Agencywide customer satisfaction rating (Scale 1-5)	3.0
Employee satisfaction rating (Scale 1-5)	3.7

The above appropriation is in addition to funds granted to the state by the federal government for the same purposes but shall be deemed to include the sums deposited in the state treasury to the credit of the department of economic security, pursuant to section 42-5029, Arizona Revised Statutes.

It is the intent of the legislature that of the amount appropriated for the agencywide general fund lump sum reduction a total of \$10,886,100 will be offset by the agencywide federal temporary assistance for needy families block grant lump sum supplemental.

NONE OF THE \$(15,022,600) ADDITIONAL AGENCYWIDE LUMP SUM REDUCTION SHALL BE USED TO REDUCE HOME AND COMMUNITY BASED SERVICES TO ADULT CLIENTS IN THE DIVISION OF DEVELOPMENTAL DISABILITIES, TO REDUCE FINGER IMAGING SERVICES, OR TO REDUCE INDEPENDENT LIVING REHABILITATION SERVICES IN THE DIVISION OF EMPLOYMENT AND REHABILITATION SERVICES.

A monthly report comparing total expenditures for the month and year-to-date as compared to prior year totals shall be forwarded to the president of the senate, the speaker of the house of representatives, the chairmen of the senate and house appropriations committees and the director of the joint legislative budget committee by the twenty-fifth of the

following month. The report shall include an estimate of (1) potential shortfalls in entitlement programs, (2) potential federal and other funds, such as the statewide assessment for indirect costs, and any projected surplus in state supported programs that may be available to offset these shortfalls and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation, (3) shortfalls resulting from new leases or renegotiations of current leases and associated costs, and (4) total expenditure authority of the child support enforcement program for the month and year-to-date as compared to prior year totals.

The department of economic security shall report the receipt and intended use of all current and prior year reversions from nonappropriated sources to the joint legislative budget committee.

Sec. 16. Laws 2002, chapter 327, section 20 is amended to read:

Sec. 20. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION  
2002-03

State board of education and state board  
for vocational and technological  
education

FTE positions 1.9

Operating lump sum appropriation \$ 269,700

The appropriated amount includes \$100,000 for administering a survey to a random sample of parents of children in public schools statewide. The survey shall consist of the following question: "Students are given the grades A+, A, B, C, D and Fail to denote the quality of their work. Using the same A+, A, B, C, D and Fail scale, what grade would you give the school that your oldest child attends?"

The state board of education program may establish its own strategic plan separate from that of the department of education and based on its own separate mission, goals and performance measures.

FTE positions - certification

investigations 3.9

Certification investigations 224,400

FUND SOURCE:

TEACHER CERTIFICATION FUND \$ 224,400

Total - state board of education \$ 494,100

FUND SOURCES:

STATE GENERAL FUND \$ 269,700

TEACHER CERTIFICATION FUND 224,400

General services administration

FTE positions 106.6

Operating lump sum appropriation \$ 6,668,300

FTE positions - achievement testing 2.9

Achievement testing 5,483,900

Fund sources:

State general fund \$ 3,395,500

1	State general fund - dedicated	
2	proposition 301 fund	2,088,400
3	The appropriated amount includes \$2,088,400 for norm-referenced testing	
4	of pupils in grades one through nine.	
5	Before making any changes to the achievement testing program that will	
6	increase program costs, the state board of education shall report the	
7	estimated fiscal impact of those changes to the joint legislative budget	
8	committee.	
9	FTE positions - Arizona teacher evaluation	1.9
10	Arizona teacher evaluation	197,200
11	FUND SOURCES:	
12	TEACHER CERTIFICATION FUND	\$ 197,200
13	<del>FTE positions - career ladder</del>	
14	<del>administration</del>	<del>1.0</del>
15	Career ladder administration	83,700
16	FTE positions - charter schools	
17	administration	6.8
18	Charter schools administration	355,200
19	FTE positions - special education	
20	audit	2.4
21	Special education audit	291,100
22	FTE positions - teacher	
23	certification	21.0
24	Teacher certification	1,053,200
25	Fund source:	
26	Teacher certification fund	<u>\$ 1,053,200</u>
27	Monies collected by the department of education for teacher	
28	certification fees, as authorized by section 15-531, paragraphs 1 and 2,	
29	Arizona Revised Statutes, shall be deposited in a teacher certification fund	
30	for use in funding costs of the teacher certification program.	
31	Total - general services administration	\$ 14,132,600
32	Fund sources:	
33	State general fund	<del>\$ 10,991,000</del>
34		\$ 10,793,800
35	State general fund - dedicated	
36	proposition 301 fund	2,088,400
37	Teacher certification fund	<del>1,053,200</del>
38		1,250,400
39	Performance measures:	
40	Per cent of school report cards available	
41	in hard copy and on the agency's web site	25
42	Total cost of administration	\$ 4,700,000

1	Per cent difference between the average	
2	daily membership (ADM) statewide total	
3	reported as of March 1" each year versus	
4	the year-end actual total as compared	
5	with the per cent difference observed	
6	for fiscal year 2000-2001:	
7	-- Charter schools	-2
8	-- School districts	-2
9	Increased percentage of customers satisfied	
10	with the agency above the fiscal year	
11	2000-2001 percentage	+1
12	Average number of days to process	
13	applications for certification services	30
14	Increased percentage of customers satisfied	
15	with certification services above the	
16	fiscal year 2000-2001 percentage	+2
17	<u>Assistance to schools</u>	
18	Basic state aid entitlement	\$2,300,253,200
19	Fund sources:	
20	State general fund	\$2,229,990,200
21	Permanent state school fund	70,263,000
22	The above appropriation provides basic state support to school	
23	districts for maintenance and operations funding as provided by section	
24	15-973, Arizona Revised Statutes, and includes an estimated \$70,263,000 in	
25	expendable income derived from the permanent state school fund and from state	
26	trust lands pursuant to section 37-521, subsection B, Arizona Revised	
27	Statutes, for fiscal year 2002-2003.	
28	Receipts derived from the permanent state school fund and any other	
29	nonstate general fund revenue source that is dedicated to fund basic state	
30	aid will be expended, whenever possible, before expenditure of state general	
31	fund monies.	
32	Except as required by section 37-521, Arizona Revised Statutes, all	
33	monies received during the fiscal year from national forests, interest	
34	collected on deferred payments on the purchase of state lands, the income	
35	from the investment of permanent funds as prescribed by the enabling act and	
36	the constitution and all monies received by the superintendent of public	
37	instruction from whatever source, except monies received pursuant to sections	
38	15-237 and 15-531, Arizona Revised Statutes, when paid into the state	
39	treasury are appropriated for apportionment to the various counties in	
40	accordance with law. An expenditure shall not be made except as specifically	
41	authorized above.	
42	Additional state aid to schools	249,844,500
43	Assistance to school districts for	
44	children of state employees	35,200

1	Certificates of educational	
2	convenience	859,700
3	FTE positions - special education fund	1.0
4	Special education fund	26,351,300
5	FTE positions - adult education	
6	assistance	5.6
7	Adult education assistance	4,552,000
8	The appropriated amount is for classes in adult basic education,	
9	general education development and citizenship on a statewide basis.	
10	It is the intent of the legislature that no more than ten per cent of	
11	the appropriation for adult education assistance be used by the department	
12	of education for operating the division of adult education. It is also the	
13	intent of the legislature that the greatest possible proportion of monies	
14	appropriated for adult education programs be devoted to instructional, rather	
15	than administrative, aspects of the programs.	
16	AIMS intervention; dropout	
17	prevention	550,000
18	FTE positions - chemical abuse	2.9
19	Chemical abuse	848,800
20	Extended school year	500,000
21	FTE positions - family literacy	1.0
22	Family literacy	1,001,800
23	FTE positions - gifted support	1.9
24	Gifted support	1,301,000
25	Optional performance incentive	
26	programs	120,000
27	The optional performance incentive program shall be limited to schools	
28	currently performing ranking performance pay.	
29	Parental choice for reading success	1,000,000
30	Residential placement	10,000
31	FTE positions - school accountability	13.5
32	School accountability	4,616,200
33	Fund sources:	
34	State general fund	\$ 29,400
35	State general fund - dedicated	
36	proposition 301 fund	\$4,586,800
37	FTE positions - school report cards	2.9
38	School report cards	477,500
39	FTE positions - school safety program	2.9
40	School safety program	6,708,100
41	Small pass-through programs	581,600
42	The appropriated amount includes \$50,000 for the academic contest fund,	
43	\$82,400 for academic decathlon, \$50,000 for Arizona geographic alliance,	
44	\$40,000 for Arizona humanities council, \$25,200 for Arizona principals'	

academy, \$234,000 for Arizona school service through education technology,  
\$50,000 for project citizen and \$50,000 for the economic academic council.

FTE positions - state block grant 5.5

State block grant for early

childhood education 19,486,100

FTE positions - state block grant 33.1

State block grant for vocational

education 11,149,300

The appropriated amount is for block grants to charter schools and school districts that have vocational education programs. It is the intent of the legislature that monies appropriated in the general appropriations act for the state block grant for vocational education be used to promote improved student achievement by providing vocational education programs with flexible supplemental funding that is linked both to numbers of students in such programs and to numbers of program completers who enter jobs in fields directly related to the vocational education program that they completed. It is the intent of the legislature that the amount of the state block grant for vocational education funding that is used for state level administration of the program be limited to no more than the amount used for such costs during the prior fiscal year plus the applicable amount of any pay raise that may be provided for state employees through legislative appropriation.

Vocational education extended

year 600,000

Total - assistance to schools \$2,630,846,300

Fund sources:

State general fund \$2,555,996,500

State general fund - dedicated  
proposition 301 fund \$ 4,586,800

Permanent state school fund 70,263,000

Performance measures:

Per cent of students tested who perform  
at or above the national norm on the  
Stanford 9 test

55

Per cent of students in the class of 2002  
meeting state academic standards in  
reading, writing and math

NA

Increased percentage of schools with at  
least 75 per cent of students meeting  
or exceeding standards in reading,  
writing and math above the fiscal  
year 2001-2002 percentage

+2

Increased percentage of students who  
enter 9<sup>th</sup> grade and graduate within  
four years above the fiscal year  
2001-2002 percentage

+2



1	Per cent of students in grade 3 meeting	
2	or exceeding state academic standards	
3	in reading	76
4	Per cent of students in grade 3 meeting	
5	or exceeding state academic standards	
6	in writing	73
7	Per cent of students in grade 3 meeting	
8	or exceeding state academic standards	
9	in math	54
10	Per cent of students in grade 5 meeting	
11	or exceeding state academic standards	
12	in reading	70
13	Per cent of students in grade 5 meeting	
14	or exceeding state academic standards	
15	in writing	52
16	Per cent of students in grade 5 meeting	
17	or exceeding state academic standards	
18	in math	45
19	Per cent of students in grade 8 meeting	
20	or exceeding state academic standards	
21	in reading	58
22	Per cent of students in grade 8 meeting	
23	or exceeding state academic standards	
24	in writing	54
25	Per cent of students in grade 8 meeting	
26	or exceeding state academic standards	
27	in math	25
28	Per cent of students tested	95
29	Per cent of parents who rate "A+" the public	
30	school that their oldest school-age child	
31	attends	8.0
32	State board and general services	
33	administration lump sum reduction	(\$358,900)
34	AGENCYWIDE LUMP SUM FTE POSITIONS REDUCTION	(19.0)
35	ADDITIONAL AGENCYWIDE LUMP SUM REDUCTION	<u>(434,400)</u>
36	Total appropriation - state board of	
37	education and superintendent	
38	of public instruction	<del>\$2,645,114,100</del>
39		\$2,644,679,700
40	Fund sources:	
41	State general fund	<del>\$2,567,122,700</del>
42		\$2,566,266,700
43	State general fund - dedicated	
44	proposition 301 fund	\$ 6,675,200

1	Permanent state school fund	70,263,000
2	Teacher certification fund	1,053,200
3		1,474,800
4	Performance measures:	
5	Per cent of students tested who perform	
6	at or above the national norm on the	
7	Stanford 9 test	55
8	Per cent of students tested	95
9	Per cent of parents who rate "A+" the public	
10	school that their oldest school-age child	
11	attends	8.0
12	Per cent of agency staff turnover	18
13	Administration as a per cent of total cost	0.2
14	Total cost of administration	\$ 4,700,000
15	Sec. 17. Laws 2002, chapter 327, section 21 is amended to read:	
16	Sec. 21. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS	
17		<u>2002-03</u>
18	<u>Administration</u>	
19	FTE positions	17.9
20	Lump sum appropriation	\$ 1,301,000
21	<u>Emergency management</u>	
22	FTE positions	14.5
23	Lump sum appropriation	\$ 948,800
24	Civil air patrol	<u>58,700</u>
25	Total - emergency management	\$ 1,007,500
26	Fund sources:	
27	State general fund	\$ 874,800
28	Emergency response fund	132,700
29	<u>Military affairs</u>	
30	FTE positions	86.2
31	Lump sum appropriation	\$ 5,289,700
32	The department of emergency and military affairs appropriation includes	
33	\$1,550,700 in fiscal year 2002-2003 for project challenge. These monies	
34	shall only be used to fund operating expenditures for project challenge.	
35	Agencywide lump sum reduction	\$ (367,200)
36	<del>ADDITIONAL AGENCYWIDE LUMP SUM REDUCTION</del>	<del>(26,500)</del>
37	Total appropriation - department of emergency	
38	and military affairs	<del>\$ 7,231,000</del>
39		\$ 7,204,500
40	Fund sources:	
41	State general fund	<del>\$ 7,098,300</del>
42		\$ 7,071,800
43	Emergency response fund	132,700

## Performance measures:

Number of communities with sustained disaster resistant community programs	13
Number of months of community recover time from declaration of emergency to termination of emergency	16.5
Per cent of project challenge graduates either employed or in school	95
Per cent of national guard tuition demands met	45
Administration as a per cent of total cost	14.6
Customer satisfaction rating for communities served during disasters (Scale 1-8)	6.0

The department of emergency and military affairs appropriation includes \$852,300 for service contracts. This amount is exempt from section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all fiscal year 2002-2003 monies remaining unexpended and unencumbered on October 31, 2003 revert to the state general fund.

Sec. 18. Laws 2002, chapter 327, section 22 is amended to read:

## Sec. 22. DEPARTMENT OF ENVIRONMENTAL QUALITY

	2002-03
FTE positions	<del>547.1</del> 496.1
Lump sum appropriation	\$ 22,043,900
Aquifer protection permit program	806,000
Hazardous waste program	764,800
Solid waste program	3,392,700
Waste tire program	195,700
Water quality program	3,600,200
Air permits administration program	5,268,100
Emissions control program - administration	3,945,800
Emissions control contractor payment	31,739,600
Water infrastructure finance authority	2,995,100
Air quality program	4,201,600
Underground storage tank program	22,000
Pima county air quality programs	165,000
AGENCYWIDE LUMP SUM REDUCTION	<u>(1,655,200)</u>
Total appropriation - department of environmental quality	<del>\$ 79,140,500</del> \$ 77,485,300
Fund sources:	
State general fund	<del>\$ 15,791,600</del> \$ 12,636,400

1	Solid waste fee fund	1,266,100
2	Water quality fee fund	3,600,200
3	Hazardous waste fund	764,800
4	Air permits administration fund	5,268,100
5	Emissions inspection fund	35,685,400
6	Air quality fee fund	4,366,600
7	Indirect cost recovery fund	<del>10,180,200</del>
8		11,680,200
9	Used oil fund	129,100
10	Underground storage tank fund	22,000
11	Recycling fund	2,066,400
12	Performance measures:	
13	Per cent of contaminated sites closed	
14	requiring no further action (cumulative)	
15	versus known sites	78.0
16	Number of remaining aquifer protection	
17	permit actions in the inventory	126
18	Vehicles that have failed inspection and	
19	later brought into compliance	180,000
20	Per cent of statutorily set permit timelines	
21	met through licensing time frames rule	99
22	Number of days per year exceeding national	
23	ambient air quality standards for ozone,	
24	carbon monoxide or particulates	0
25	Per cent of agency staff turnover	13.0
26	Administration as a per cent of total cost	12.6
27	Customer satisfaction rating for citizens	
28	(Scale 1-8)	6.0
29	Up to \$1,250,000 of the state general fund appropriation may be used	
30	temporarily to maintain existing environmental programs for which an	
31	application for federal funds has been submitted.	
32	When expenditures from the hazardous waste or environmental health	
33	reserves are authorized, the director of the department of environmental	
34	quality shall report the nature of the emergency and the authorized	
35	expenditure amount to the president of the senate, the speaker of the house	
36	of representatives, the chairmen of the senate and house appropriations	
37	committees and the director of the joint legislative budget committee.	
38	The department of environmental quality shall report quarterly to the	
39	legislature in writing on the progress of WQARF activities, including	
40	emergency response, priority site remediation, cost recovery activity,	
41	revenue and expenditure activity and other WQARF-funded program	
42	activity. The department shall submit the report to the members of the joint	
43	legislative budget committee and to the director of the joint legislative	
44	budget committee staff.	

The amounts appropriated for the water infrastructure finance authority in fiscal year 2002-2003 shall be used to provide a twenty per cent match of the fiscal year 2002-2003 federal safe drinking water and clean water revolving fund allocations to this state. Of the amount appropriated, any amount in excess of the required twenty per cent match reverts to the state general fund.

The monies appropriated in the Pima county air quality programs special line item are for use by Pima county to avoid being declared in non-attainment of particulate matter standards by establishing public notification and outreach programs, minimizing exposure to particulate matter concentrations and to abatement and minimization of controllable sources of particulate matter through best available control measures. Of the monies in the Pima county air quality programs special line item in fiscal year 2002-2003, \$50,000 shall be used for carbon monoxide monitoring as required by the Pima county limited maintenance plan with the federal environmental protection agency.

The appropriation from the permit administration fund is an estimate representing all monies distributed to this fund, including balance forward, revenue and transfers during fiscal year 2002-2003. These monies are appropriated to the Arizona department of environmental quality for the purposes established in section 49-455, Arizona Revised Statutes. The appropriation shall be adjusted as necessary to reflect actual final receipts credited to the permit administration fund.

Pursuant to section 49-282, Arizona Revised Statutes, the department of environmental quality shall submit a fiscal year 2003-2004 budget for the water quality assurance revolving fund before September 1, 2002, for review by the house of representatives and senate appropriations committees.

The department of environmental quality shall not delay the issuance of water quality permits as a result of budget reductions in fiscal year 2002-2003. On or before July 30, 2003 the department of environmental quality shall report to the joint legislative budget committee on the actual permit processing times. The report shall include a comparison of fiscal year 2001-2002 and fiscal year 2002-2003 permit processing times.

Sec. 19. Laws 2002, chapter 327, section 23 is amended to read:

Sec. 23. STATE BOARD OF EQUALIZATION

	<u>2002-03</u>
FTE positions	8.0
	7.0
Lump sum appropriation	\$ 604,800
AGENCYWIDE LUMP SUM REDUCTION	<u>(64,700)</u>
TOTAL APPROPRIATION - STATE BOARD	
OF EQUALIZATION	\$ 540,100
Performance measures:	
Tax appeals received	18,000
Per cent of tax appeals filed on-line	50

1	Cost per petition/hearing	\$	23
2	Average calendar days to process a		
3	property tax appeal from receipt to		
4	issuance (includes statutory 14 days		
5	minimum to mail the hearing notice		
6	before the hearing)		28
7	Per cent of rulings upheld in tax courts		100
8	Administration as a per cent of total cost		15.8
9	Customer satisfaction rating (Scale 1-8)		6.0
10	Sec. 20. Laws 2002, chapter 327, section 24 is amended to read:		
11	Sec. 24. BOARD OF EXECUTIVE CLEMENCY		
12			<u>2002-03</u>
13	FTE positions		16.0
14	Lump sum appropriation	\$	908,000
15	<del>AGENCYWIDE LUMP SUM REDUCTION</del>		<del>(4,100)</del>
16	<del>TOTAL APPROPRIATION - BOARD OF EXECUTIVE</del>		
17	<del>CLEMENCY</del>	<del>\$</del>	<del>903,900</del>
18	The salary compensation for each member of the board of executive		
19	clemency shall be reduced by \$10,000.		
20	Performance measures:		
21	Scheduled hearings		2,774
22	Number of revocations of parole		3,141
23	Total victim and official notifications		25,119
24	Per cent of parole granted		25
25	Administration as a per cent of total cost		11.4
26	Customer satisfaction rating for victims		
27	(Scale 1-8)		6.0
28	Sec. 21. Laws 2002, chapter 327, section 25 is amended to read:		
29	Sec. 25. ARIZONA GEOLOGICAL SURVEY		
30			<u>2002-03</u>
31	FTE positions		<del>13.3</del>
32			12.3
33	Lump sum appropriation	\$	868,200
34	<del>AGENCYWIDE LUMP SUM REDUCTION</del>		<del>(95,900)</del>
35	<del>TOTAL APPROPRIATION - ARIZONA GEOLOGICAL</del>		
36	<del>SURVEY</del>	<del>\$</del>	<del>772,300</del>
37	Performance measures:		
38	Maps and reports produced		30
39	Maps and reports sold		12,500
40	Average days turnaround time on mail orders		0.5
41	Compliance and safety inspections made		43
42	Applied geology investigations completed		
43	and distributed		4.0

1	Satisfaction with service provided	
2	1-5 (highest) scale	4.9
3	Administration as a per cent of total cost	7.8
4	Sec. 22. Laws 2002, chapter 327, section 27 is amended to read:	
5	Sec. 27. OFFICE OF THE GOVERNOR	
6		<u>2002-03</u>
7	Lump sum appropriation	\$ 5,967,800*
8	AGENCYWIDE LUMP SUM REDUCTION	<u>(598,800)</u>
9	TOTAL APPROPRIATION - OFFICE OF THE	
10	GOVERNOR	\$ 5,369,000*
11	Included in the lump sum appropriation of <del>\$5,967,800</del> \$5,369,000 for	
12	fiscal year 2002-2003 is \$10,000 for the purchase of mementos and items for	
13	visiting officials.	
14	Sec. 23. Laws 2002, chapter 327, section 28 is amended to read:	
15	Sec. 28. GOVERNOR'S OFFICE FOR EXCELLENCE IN GOVERNMENT	
16		<u>2002-03</u>
17	FTE positions	<del>19.0</del>
18		17.0
19	Lump sum appropriation	\$ 1,527,300
20	AGENCYWIDE LUMP SUM REDUCTION	<u>(157,700)</u>
21	TOTAL APPROPRIATION - GOVERNOR'S OFFICE	
22	FOR EXCELLENCE IN GOVERNMENT	\$ 1,369,600
23	Fund sources:	
24	State general fund	<del>\$ 1,502,300</del>
25		\$ 1,344,600
26	Office for excellence in	
27	government fund	25,000
28	Performance measures:	
29	Amount of money saved through ideas	
30	approved under the shared savings	
31	and suggest Arizona programs	\$ 15,000
32	Amount of money saved through outsourcing	
33	or business process improvement stemming	
34	from a competitive government review	\$ 100,000
35	Per cent of OEG customers indicating	
36	improved customer satisfaction	
37	attributable to assistance provided	
38	by OEG	75
39	Per cent of OEG employees expressing job	
40	satisfaction	90
41	Per cent of external customers indicating	
42	satisfaction with OEG services	100
43	Number of agency process improvement	
44	reports issued	5.0

1	Average calendar days to complete and	
2	release agency process improvement	
3	reports	246
4	Number of state employees trained	250
5	Administration as a per cent of total cost	9.8
6	Sec. 24. Laws 2002, chapter 327, section 29 is amended to read:	
7	Sec. 29. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING	
8		<u>2002-03</u>
9	FTE positions	24.0
10		22.0
11	Lump sum appropriation	1,842,600
12	AGENCYWIDE LUMP SUM REDUCTION	<u>(186,000)</u>
13	TOTAL APPROPRIATION - GOVERNOR'S OFFICE OF	
14	STRATEGIC PLANNING AND BUDGETING	\$ 1,656,600
15	Performance measures:	
16	Per cent of state agencies loading budgets	
17	into AFIS	95
18	Non-technical supplemental appropriations	
19	dollars as a per cent of original	
20	appropriations dollars (excludes any	
21	separate appropriations)	0.5
22	Per cent of agencies submitting biennial	
23	budgets electronically	92
24	Per cent of agencies submitting biennial	
25	master list information electronically	0
26	Administration as a per cent of total cost	11.6
27	Customer satisfaction rating (Scale 1-8)	6.0
28	Sec. 25. Laws 2002, chapter 327, section 30 is amended to read:	
29	Sec. 30. DEPARTMENT OF HEALTH SERVICES	
30		<u>2002-03</u>
31	<u>Administration</u>	
32	FTE positions	403.0
33	Operating lump sum appropriation	\$ 11,118,400
34	Assurance and licensure	6,978,900
35	Newborn screening fund - indirect	
36	costs	478,600
37	Indirect cost fund	<u>6,471,300</u>
38	Total - administration	\$ 25,047,200
39	Fund sources:	
40	State general fund	\$ 17,640,900
41	Newborn screening program fund	478,600
42	Indirect cost fund	6,471,300
43	Nursing care institution resident	
44	protection fund	38,000



1	Emergency medical services operating	
2	fund	17,100
3	Federal child care and development	
4	fund block grant	401,300
5	Performance measures:	
6	Per cent of relicensure surveys completed	
7	on time	
8	Child care facilities	46
9	Health care facilities	46
10	Per cent complaint investigations initiated	
11	later than investigative guidelines	
12	Child care facilities	29
13	Health care facilities	56
14	Days to process enforcement action	40.0
15	Administration as a per cent of total cost	2.0
16	The department of health services shall report to the joint legislative	
17	budget committee by November 1, 2002 on the status of licensure backlogs in	
18	the assurance and licensure division.	
19	<u>Public health</u>	
20	FTE positions	233.0
21	Operating lump sum appropriation	\$ 5,589,700
22	Tuberculosis provider care and	
23	control	1,082,000
24	Vaccines	2,821,900
25	STD control subventions	52,500
26	AIDS reporting and surveillance	1,125,000
27	Laboratory services	3,917,800
28	Kidney program	101,000
29	County public health-tobacco tax	200,000
30	Direct grants	500,900
31	Reimbursement to counties	135,900
32	Loan repayment	100,000
33	Alzheimer disease research	1,000,000
34	U of A poison center funding	1,050,000
35	Poison control center funding	800,000
36	EMS operations	2,875,600
37	Trauma advisory board	250,000
38	Arizona statewide immunization	
39	information system	477,000
40	Hepatitis C surveillance	350,000
41	Total - public health	\$ 22,429,300

1 Fund sources:

2 State general fund \$ 14,630,600

3 Emergency medical services

4 operating fund 3,125,600

5 Poison control fund 1,850,000

6 Tobacco tax and health care fund

7 medically needy account 2,027,000

8 Environmental laboratory licensure

9 revolving fund 796,100

10 Performance measures:

11 Number of uninsured clients receiving

12 primary care services through the

13 tobacco tax grants 65,000

14 Number of clients receiving HIV medications

15 through the Arizona drug assistance

16 program (average per month) 800

17 Immunization rate among 2-year-old children 84

18 Per cent of high school youth who smoked

19 in the last month 24.9

20 Exposure calls received at Arizona poison

21 control centers 82,000

22 Customer waiting time in vital records'

23 lobby (in minutes) 20

24 The \$200,000 appropriated for county public health-tobacco tax shall

25 be distributed as follows to the following counties to reimburse local health

26 departments pursuant to section 36-189, Arizona Revised Statutes: Coconino,

27 \$36,200; Gila, \$5,440; Mohave, \$30,780; Yavapai, \$25,820; Yuma, \$101,740.

28 The appropriation for direct grants is to provide for local health work

29 and a portion of the cost of employing one public health nurse and one

30 sanitarian in counties with populations of less than five hundred thousand

31 persons. The monies are to be divided equally among the eligible counties

32 on a nonmatching basis. All monies that are received by a county under this

33 appropriation and that are not used for the prescribed purposes revert to the

34 state general fund.

35 The \$135,900 appropriated for reimbursement to counties is to provide

36 matching monies to counties with populations of less than five hundred

37 thousand persons for local health work on an equal matching basis and shall

38 be distributed based on the amounts received in fiscal year 2001-2002.

39 The \$1,050,000 appropriated in fiscal year 2002-2003 for the university

40 of Arizona poison control center shall not be used to support any poison

41 control center other than the one at the university of Arizona. The

42 department of health services shall transmit all of the appropriated amount

43 to the university of Arizona for this purpose.

The \$800,000 appropriated in fiscal year 2002-2003 for poison control center funding shall only be expended for poison control services in counties with a population of more than one million five hundred thousand persons according to the most recent United States decennial census.

The department of health services shall report to the joint legislative budget committee by February 1, 2003 on the amount of federal monies received for fiscal year 2002-2003 for the 317 vaccines program. If the department receives more than \$1,188,000 in federal 317 monies for vaccines purchase for fiscal year 2002-2003, the state general fund amount of the state fiscal year 2002-2003 appropriation for the vaccines special line item equal to the amount by which the federal monies exceed \$1,188,000 up to \$576,600 shall revert to the state general fund.

The department of health services shall require the screening of potential recipients of vaccines for private insurance coverage, eligibility for the federal vaccines for children program and eligibility for the state children's health insurance program. This requirement applies to vaccines purchased with state monies appropriated for the vaccines special line item for both the federal 317 program and the state-only immunization program.

#### Family health

FTE positions	77.5
Operating lump sum appropriation	\$ 3,146,700
Children's rehabilitative services	3,587,000
AHCCCS - children's rehabilitative services	34,010,200
Adult cystic fibrosis	210,400
Adult sickle cell anemia	65,900
High risk perinatal services	3,630,600
Nutrition services	367,000
County prenatal services grant	1,208,500
Child fatality review team	100,000
Newborn screening program	3,215,800
Less federal collections	(22,699,400)
Total - family health	\$ 26,842,700
Fund sources:	
State general fund	\$ 23,076,900
Child fatality review fund	100,000
Emergency medical services operating fund	450,000
Newborn screening program fund	3,215,800
Performance measures:	
Number of newborns screened under newborn screening program	84,000
Births by girls age 19 and under (rate per 1,000)	28.1
Percent of women in health start program receiving prenatal care in first trimester	65

The amounts appropriated for children's rehabilitative services, for AHCCCS - children's rehabilitative services and for federal expenditure authority are intended to cover all indirect, fixed contract, fee-for-services costs and all other costs of the children's rehabilitative services program in full, unless a transfer of monies is approved by the joint legislative budget committee.

Before implementation of any changes in capitation rates for the AHCCCS - children's rehabilitative services special line item, the department of health services shall report its plan to the joint legislative budget committee for its review.

The department of health services shall distribute all monies appropriated for the county prenatal services grant on a pass-through basis to counties to provide prenatal programs with consideration to population, need and amount received in prior years.

Behavioral health services

FTE positions	126.9
Operating lump sum appropriation	\$ 7,072,000
Children's behavioral health services	9,351,800
Children's behavioral health state match for title XIX	117,853,500
Seriously emotionally handicapped children	4,200,300
Seriously mentally ill state match for title XIX	148,064,800
Seriously mentally ill non-title XIX	64,116,700
Court monitoring	197,500
Psychiatric review board	85,800
Suicide prevention program	120,000
Arnold v. Sarn	27,500,000
Proposition 204	150,753,100
Mental health non-title XIX	947,300
Substance abuse non-title XIX	15,485,400
Mental health and substance abuse state match for title XIX	37,538,800
Offset for receipts	(10,000,000)
Less capitation rate adjustment	(15,200,000)
Less tobacco litigation settlement collections	(46,809,500)
Less federal collections	(309,344,200)
Total - behavioral health services	\$ 201,933,300
Fund sources:	
State general fund	\$ 187,793,300
Substance abuse services fund	3,350,000
Tobacco tax and health care fund	
medically needy	10,790,000

Performance measures:

Per cent SMI clients on anti-psychotics receiving new generation psychotropic medications	71
Per cent of RBHA title XIX clients satisfied with services	68
Per cent of clients with improved functioning	27
Per cent of eligible title XIX population enrolled	8.0

All federal title XIX funds appropriated for administration are appropriated as a lump sum.

The amount appropriated for children's behavioral health services shall be used to provide services for non-title XIX eligible children. The amount shall not be used to pay for either federally or nonfederally reimbursed services for title XIX eligible children, unless a transfer of monies is approved by the joint legislative budget committee.

Before implementation of any changes in capitation rates in any title XIX behavioral health special line item, the department of health services shall report its plan to the joint legislative budget committee for its review.

On a monthly basis, the department shall provide information to the joint legislative budget committee by program for all populations on the number of new and non-title XIX clients reviewed for title XIX eligibility under the provisions of Proposition 204 as well as the number that convert from non-title XIX status or that are newly enrolled.

For every dollar appropriated from the state general fund for the Arnold v. Sarn special line item that is used for state match for title XIX eligible clients, the corresponding federal expenditure authority based on the current year federal matching assistance percentage shall be appropriated. It is the intent of the legislature that the total amount available in the Arnold v. Sarn special line item be used for the population covered by the Arnold v. Sarn lawsuit in counties with a population of over 2,000,000 persons and for seriously mentally ill persons that meet the same criteria as those covered by the Arnold v. Sarn lawsuit in counties with populations of less than 2,000,000 persons. Before the expenditure of these monies, the department shall submit an expenditure plan to the joint legislative budget committee for review. The report shall include projected title XIX and non-title XIX expenditures and estimated expenditures by service category.

1	<u>Arizona state hospital</u>	
2	FTE positions	880.7
3	Operating lump sum appropriation	\$ 42,090,400
4	Community placement treatment	6,704,800
5	Sexually violent persons	<u>9,749,800</u>
6	Total - Arizona state hospital	\$ 58,545,000
7	Fund sources:	
8	State general fund	\$ 51,289,300
9	ASH land earnings fund	650,000
10	Arizona state hospital fund	6,605,700
11	Performance measures:	
12	Per cent of clients satisfied with	
13	treatment and clinical services	90
14	Per cent of adult clients successfully	
15	placed in community who return for	
16	another stay within 1 year of discharge	9.5
17	Adult forensic patients year-end census	172
18	Civil adult patients year-end census	149
19	SVP program year-end census	253
20	Per cent of staff turnover during first	
21	12 months of employment	15
22	AGENCYWIDE LUMP SUM FTE	
23	POSITIONS REDUCTION	(59.0)
24	Less public and family health	
25	contracts reduction	(130,600)
26	AGENCYWIDE LUMP SUM REDUCTION	<u>(5,433,100)</u>
27	Total appropriation - department of	
28	health services	<del>\$334,666,900</del>
29		\$329,233,800
30	Fund sources:	
31	State general fund	<del>\$294,300,400</del>
32		\$288,867,300
33	Nursing care institution resident	
34	protection fund	38,000
35	Newborn screening program fund	3,694,400
36	Indirect cost fund	6,471,300
37	Federal child care and development	
38	fund block grant	401,300
39	Tobacco tax and health care fund	
40	medically needy account	12,817,000
41	Emergency medical services operating	
42	fund	3,592,700
43	Poison control fund	1,850,000

1	Environmental laboratory licensure	
2	revolving fund	796,100
3	Child fatality review fund	100,000
4	Substance abuse services fund	3,350,000
5	ASH land earnings fund	650,000
6	Arizona state hospital fund	6,605,700
7	Performance measures:	
8	Per cent of SMI clients on anti-psychotics	
9	receiving new generation psychotropic	
10	medications	71
11	Per cent of relicensure surveys completed	
12	on time	
13	Child care facilities	46
14	Health care facilities	46
15	Per cent of high school youth who smoked	
16	in the last month	24.9
17	Births by girls age 19 and under (rate per 1,000)	28.1
18	Per cent of agency staff turnover	9.0
19	In addition to the appropriation for the department of health services,	
20	earnings on state lands and interest on the investment of the permanent land	
21	funds are appropriated to the state hospital in compliance with the enabling	
22	act and the constitution of Arizona.	
23	A monthly report comparing total expenditures for the month and year	
24	to date as compared to prior year totals shall be forwarded to the president	
25	of the senate, the speaker of the house of representatives, the chairmen of	
26	the senate and house appropriations committees and the director of the joint	
27	legislative budget committee by the twenty-fifth of the following month. The	
28	report shall include an estimate of (1) potential shortfalls in programs,	
29	(2) potential federal and other funds, such as the statewide assessment for	
30	indirect costs, that may be available to offset these shortfalls, and a plan,	
31	if necessary, for eliminating any shortfall without a supplemental	
32	appropriation and (3) total expenditure authority of the month and year to	
33	date for seriously mentally ill state match for title XIX, seriously mentally	
34	ill non-title XIX, children's behavioral health services, children's	
35	behavioral health state match for title XIX, mental health non-title XIX,	
36	substance abuse non-title XIX, seriously emotionally handicapped children and	
37	children's rehabilitative services.	
38	Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,	
39	any transfer to or from the amounts appropriated for seriously mentally ill	
40	state match for title XIX, seriously mentally ill non-title XIX, Arnold v.	
41	Sarn, children's behavioral health services, children's behavioral health	
42	state match for title XIX, mental health non-title XIX, substance abuse	
43	non-title XIX, mental health and substance abuse state match for title XIX,	
44	seriously emotionally handicapped children, children's rehabilitative	
45	services, AHCCCS - children's rehabilitative services, tuberculosis provider	

care and control, Alzheimer's disease research, kidney program, adult cystic fibrosis, adult sickle cell anemia, high risk perinatal services, county prenatal services grant, nutrition services, community placement treatment, sexually violent persons, university of Arizona poison control center funding and the poison control center funding shall require approval of the joint legislative budget committee. The amounts appropriated for these items shall be used exclusively for contracts for the provision of services to clients unless a transfer of monies is approved by the joint legislative budget committee. Monies shall not be used from these appropriated amounts for any other expenses of the department of health services, unless a transfer of monies is approved by the joint legislative budget committee.

Sec. 26. Laws 2002, chapter 327, section 31 is amended to read:

Sec. 31. ARIZONA HISTORICAL SOCIETY

	<u>2002-03</u>
FTE positions	<del>66.9</del>
	59.9
Lump sum appropriation	\$ 2,226,200
Field services and grants	80,000
Papago park museum	2,195,500
AGENCYWIDE LUMP SUM REDUCTION	<u>(327,200)</u>
Total appropriation - Arizona historical society	<del>\$ 4,501,700</del>
	\$ 4,174,500

Performance measures:

Museum visitors and researchers	220,621
Number of volunteer hours	39,068
Private funds raised	
grants and donations	\$ 1,200,000
Customer satisfaction rating (Scale 1-8)	7.0
Administration as a per cent of total cost	11.6

Of the \$80,000 appropriation for field services and grants, \$50,000 reverts if the city of Phoenix does not make its agreed upon cash contribution pursuant to the memorandum of understanding executed between the city of Phoenix and the Arizona historical society.

The executive director shall provide monthly financial reports to the board of directors of the Arizona historical society and to the director of the joint legislative budget committee staff.

Sec. 27. Laws 2002, chapter 327, section 32 is amended to read:

Sec. 32. PRESCOTT HISTORICAL SOCIETY

	<u>2002-03</u>
FTE positions	<del>18.0</del>
	16.0
Lump sum appropriation	\$ 737,900



1	AGENCYWIDE LUMP SUM REDUCTION	(74,400)
2	TOTAL APPROPRIATION - PRESCOTT	
3	HISTORICAL SOCIETY	\$ 663,500
4	Performance measures:	
5	Museum visitors and researchers	110,000
6	Number of volunteer hours	33,000
7	Private funds raised (grants and donations)	\$ 575,000
8	Customer satisfaction rating (Scale 1-8)	8.0
9	Administration as a per cent of total cost	17.3
10	Sec. 28. Laws 2002, chapter 327, section 34 is amended to read:	
11	Sec. 34. ARIZONA COMMISSION OF INDIAN AFFAIRS	
12		<u>2002-03</u>
13	FTE positions	4.0
14		3.0
15	Lump sum appropriation	\$ 223,700
16	AGENCYWIDE LUMP SUM REDUCTION	(24,300)
17	TOTAL APPROPRIATION - ARIZONA COMMISSION	
18	OF INDIAN AFFAIRS	\$ 199,400
19	Performance measures:	
20	Number of Native Americans serving on	
21	state boards/commissions	4.0
22	Per cent of tribes, legislators and state	
23	agencies rating commission information	
24	and referral services as "good" or "better"	45
25	Per cent of Indian economic development	
26	workshop participants rating workshop	
27	"good" or "better"	60
28	Administration as a per cent of total cost	5.2
29	Sec. 29. Laws 2002, chapter 327, section 35 is amended to read:	
30	Sec. 35. DEPARTMENT OF INSURANCE	
31		<u>2002-03</u>
32	FTE positions	114.9
33	Lump sum appropriation	\$ 5,436,000
34	Managed care and dental plan	
35	oversight	619,000
36	<del>AGENCYWIDE LUMP SUM REDUCTION</del>	<del>(13,900)</del>
37	Total appropriation - department of insurance	<del>\$ 6,055,000</del>
38		\$ 6,041,100
39	Performance measures:	
40	Average calendar days to complete a	
41	consumer complaint investigation	90
42	Number of new domestic company receiverships	0
43	Average days required to complete fraud	
44	investigations	70

1	Per cent of survey licensees respondents	
2	indicating "satisfied" or "better"	85.0
3	Per cent of consumer services survey	
4	respondents indicating "satisfied"	
5	or "better"	88
6	Average days to issue license after receiving	
7	all required information from applicant	31.4
8	Maximum number of days for approval of	
9	new products	60
10	Maximum number of days for approval of	
11	new rates	60
12	Per cent of agency staff turnover	15.1
13	Administration as a per cent of total cost	22.1
14	Sec. 30. Laws 2002, chapter 327, section 36 is amended to read:	
15	Sec. 36. ARIZONA JUDICIARY	
16		<u>2002-03</u>
17	<u>Supreme court</u>	
18	FTE positions	241.1
19	Justices and support	\$ 3,531,800
20	Administrative supervision	7,847,700
21	Regulatory activities	1,010,500
22	Court assistance	2,931,400
23	Case processing	
24	State aid	4,942,600
25	Rural state aid to courts	837,000
26	County reimbursements	522,600
27	Automation	14,471,300
28	Family services	
29	Foster care review board	2,158,800
30	Court appointed special advocate	2,442,000
31	Model court	514,300
32	Domestic relations	1,009,100
33	Judicial nominations and performance	
34	review	355,600
35	Commission on judicial conduct	346,700
36	Lump sum reduction	(435,500)
37	Total - supreme court	\$ 42,485,900
38	Fund sources:	
39	State general fund	\$ 16,590,300
40	Confidential intermediary and	
41	private fiduciary fund	401,100
42	Court appointed special advocate	
43	fund	2,442,000
44	Criminal justice enhancement fund	3,015,800
45	Defensive driving school fund	5,198,100

1	Judicial collection enhancement fund	12,580,700
2	State aid to the courts fund	2,257,900
3	Performance measures:	
4	Annual per cent increase in court revenues	5.0
5	Per cent of courts with automated accounting	
6	and case management systems	81
7	New supreme court case filings	1,402
8	Supreme court cases pending at end of year	580
9	Average calendar days to issue an opinion	Baseline
10	Per cent of agency staff turnover	15.4
11	Administration as a per cent of total cost	3.9
12	Customer satisfaction rating for defensive	
13	driving schools (Scale 1-8)	6.0
14	Included in the lump sum appropriation for the administrative	
15	supervision program is \$1,000 for the purchase of mementos and items for	
16	visiting officials.	
17	The administrative office of the courts shall report annually, by	
18	November 1, to the joint legislative budget committee on the total receipts	
19	and expenditures in each account of the adult probation services fund	
20	established by section 12-267, Arizona Revised Statutes, and the juvenile	
21	probation fund established by section 12-268, Arizona Revised Statutes. The	
22	report shall present the information by county and include the amount of	
23	personal services expended from each revenue source of each account.	
24	All case processing assistance fund receipts received by the	
25	administrative office of the courts in excess of \$3,015,800 in fiscal year	
26	2002-2003 are appropriated to the supreme court. Before the expenditure of	
27	any case processing assistance fund receipts in excess of \$3,015,800 in	
28	fiscal year 2002-2003, the administrative office of the courts shall submit	
29	the intended use of the monies for review by the joint legislative budget	
30	committee.	
31	All defensive driving school fund receipts received by the	
32	administrative office of the courts in excess of \$5,198,100 in fiscal year	
33	2002-2003 are appropriated to the supreme court. Before the expenditure of	
34	any defensive driving school fund receipts in excess of \$5,198,100 in fiscal	
35	year 2002-2003, the administrative office of the courts shall submit the	
36	intended use of the monies for review by the joint legislative budget	
37	committee.	
38	All judicial collection enhancement fund receipts received by the	
39	administrative office of the courts in excess of \$12,580,700 in fiscal year	
40	2002-2003 are appropriated to the supreme court. Before the expenditure of	
41	judicial collection enhancement fund receipts in excess of \$12,580,700 in	
42	fiscal year 2002-2003, the administrative office of the courts shall submit	
43	the intended use of the monies for review by the joint legislative budget	
44	committee.	

1 Notwithstanding any other law, the amount appropriated for rural state  
 2 aid to courts shall be allocated to counties with populations of less than  
 3 five hundred thousand persons.

4 Court of appeals

5 FTE positions 136.3  
 6 Division I \$ 7,200,500

7 Performance measures:

8 All cases on file 4,744  
 9 Cases pending at the end of the year 1,918  
 10 Cases upheld upon review Baseline  
 11 Customer satisfaction rating for  
 12 settlement program (Scale 1-8) 6.0  
 13 Division II 3,362,600

14 Performance measures:

15 All cases on file 2,412  
 16 Cases pending at the end of the year 1,101  
 17 Cases upheld upon review Baseline  
 18 Customer satisfaction rating for  
 19 settlement program (Scale 1-8) 6.0  
 20 Total - court of appeals \$ 10,563,100

21 Of the 136.3 FTE positions for fiscal year 2002-2003, 100.4 FTE  
 22 positions are for division I and 35.9 FTE positions are for division II.

23 Superior court

24 FTE positions 201.3  
 25 Judges compensation \$ 12,600,100  
 26 Adult probation services  
 27 Standard probation 27,229,800  
 28 Intensive probation 20,192,400  
 29 Community punishment 5,277,700  
 30 Interstate compact 1,345,700  
 31 Juvenile probation services  
 32 Standard probation 8,338,600  
 33 Intensive probation 13,230,900  
 34 Treatment services 23,305,600  
 35 Family counseling 660,400  
 36 Progressively increasing  
 37 consequences 9,268,100  
 38 Juvenile crime reduction 5,064,100  
 39 Maricopa and Pima county  
 40 lump sum reduction (3,770,100)  
 41 Total - superior court \$122,743,300  
 42 Fund sources:  
 43 State general fund \$115,848,800  
 44 Criminal justice enhancement fund 6,894,500

1           Performance measures:

2   Customer satisfaction rating by states

3       participating in the interstate compact

4       (Scale 1-8) 6.0

5   Juvenile standard probation:

6   Per cent of probationers successfully

7       completing probation without a referral

8       (a notice of misbehavior) 75

9   Average annual state cost per probation slot \$1,016

10   Juvenile intensive probation (JIPS):

11   Per cent of probationers successfully

12       completing probation without a referral

13       (a notice of misbehavior) 70

14   Average annual state cost per probation slot \$6,941

15   Adult standard probation:

16   Per cent of probationers successfully

17       completing probation without a new

18       conviction 90

19   Average annual state cost per probation slot \$756

20   Adult intensive probation (AIPS):

21   Per cent of probationers successfully

22       completing probation without a new

23       conviction 81

24   Average annual state cost per probation slot \$5,821

25       Of the 201.3 FTE positions, 158 FTE positions represent superior court

26       judges. One-half of their salaries are provided by state general fund

27       appropriations pursuant to section 12-128, Arizona Revised Statutes. This

28       is not meant to limit the counties' ability to add additional judges pursuant

29       to section 12-121, Arizona Revised Statutes.

30       Up to 4.6 per cent of the amounts appropriated for juvenile probation

31       services - treatment services and progressively increasing consequences may

32       be retained and expended by the supreme court to administer the programs

33       established by section 8-322, Arizona Revised Statutes, and to conduct

34       evaluations as needed. The remaining portion of the treatment services and

35       progressively increasing consequences programs shall be deposited in the

36       juvenile probation services fund established by section 8-322, Arizona

37       Revised Statutes.

38       Receipt of state probation monies by the counties is contingent on the

39       county maintenance of fiscal year 1994-1995 expenditure levels for each

40       probation program. State probation monies are not intended to supplant county

41       dollars for probation programs.

42       All community punishment program receipts received by the

43       administrative office of the courts in excess of \$5,277,700 in fiscal year

44       2002-2003 are appropriated to the community punishment subprogram. Before

45       the expenditure of any community punishment receipts in excess of \$5,277,700

1 in fiscal year 2002-2003, the administrative office of the courts shall  
 2 submit the intended use of the monies for review by the joint legislative  
 3 budget committee.

4 All juvenile crime reduction fund receipts received by the  
 5 administrative office of the courts in excess of \$5,064,100 in fiscal year  
 6 2002-2003 are appropriated to the juvenile crime reduction  
 7 subprogram. Before the expenditure of any juvenile crime reduction fund  
 8 receipts in excess of \$5,064,100 in fiscal year 2002-2003, the administrative  
 9 office of the courts shall submit the intended use of the monies for review  
 10 by the joint legislative budget committee.

11 The Maricopa and Pima county lump sum reduction shall not be  
 12 implemented in any county with a population of less than five hundred  
 13 thousand persons.

14 Included in the \$27,229,800 appropriation for the adult standard  
 15 probation program for fiscal year 2002-2003 is \$193,900 for additional  
 16 probation officers. These monies shall only be used in counties with  
 17 populations of less than five hundred thousand persons.

18 Included in the \$8,338,600 appropriation for the juvenile standard  
 19 probation program is \$79,300 for additional probation officers needed in  
 20 fiscal year 2002-2003. These monies shall only be used in counties with  
 21 populations of less than five hundred thousand persons.

22	AGENCYWIDE LUMP SUM FTE POSITIONS	
23	REDUCTION	(13.0)
24	AGENCYWIDE LUMP SUM REDUCTION	<u>(6,000,000)</u>
25	Total appropriation - Arizona judiciary	\$175,792,300
26		\$169,792,300

27	Fund sources:	
28	State general fund	\$143,002,200
29		\$137,002,200
30	Confidential intermediary and	
31	private fiduciary fund	401,100
32	Court appointed special advocate	
33	fund	2,442,000
34	Criminal justice enhancement fund	9,910,300
35	Defensive driving school fund	5,198,100
36	Judicial collection enhancement	
37	fund	12,580,700
38	State aid to the courts fund	2,257,900

39 THE AGENCYWIDE LUMP SUM REDUCTION SHALL NOT BE IMPLEMENTED IN ANY  
 40 SUBPROGRAM OF THE JUVENILE PROBATION SERVICES PROGRAM.

41 THE AGENCYWIDE LUMP SUM REDUCTION SHALL NOT BE IMPLEMENTED IN THE ELDER  
 42 LAW HOTLINE PROGRAM.

1       Sec. 31. Laws 2002, chapter 327, section 37 is amended to read:  
 2       Sec. 37. DEPARTMENT OF JUVENILE CORRECTIONS

3		<u>2002-03</u>
4	FTE positions	1,239.4
5	Lump sum appropriation	\$ 68,488,600
6	AGENCYWIDE LUMP SUM REDUCTION	<u>(199,800)</u>
7	TOTAL APPROPRIATION - DEPARTMENT OF	
8	JUVENILE CORRECTIONS	\$ 68,288,800
9	Fund sources:	
10	State general fund	<del>\$ 63,570,400</del>
11		\$ 63,370,600
12	State charitable, penal and	
13	reformatory institutions	
14	land fund	360,000
15	Criminal justice enhancement fund	741,900
16	State education fund for committed	
17	youth	3,816,300
18	Performance measures:	
19	Average yearly cost per juvenile in secure care	\$54,400
20	Escapes from DJC secure care facilities	0
21	Juveniles passing the GED language test	85
22	Per cent of juveniles who show progress in	
23	their primary treatment problem area	80
24	Per cent of juveniles returned to custody	
25	within 12 months of release	22
26	Customer satisfaction rating for employee	
27	satisfaction (Scale 1-8)	6.0
28	Per cent of agency staff turnover	25
29	Administration as a per cent of total cost	8.5
30	The department shall provide a travel stipend to all southwest regional	
31	juvenile correction complex staff whose residence is at least twenty miles	
32	from work.	
33	Twenty-five per cent of land earnings and interest from the state	
34	charitable, penal and reformatory institutions land fund shall be distributed	
35	to the department of juvenile corrections, in compliance with section 25 of	
36	the enabling act and with the constitution of Arizona, to be used for the	
37	support of state juvenile institutions and reformatories.	
38	Following implementation of the travel stipend the department shall	
39	study the relationship between the stipend, turnover and overtime pay. The	
40	department shall provide a report to the joint legislative budget committee	
41	staff on its findings no later than September 15, 2002.	

1       Sec. 32. Laws 2002, chapter 327, section 38 is amended to read:  
 2       Sec. 38. STATE LAND DEPARTMENT

3		<u>2002-03</u>
4	FTE positions	<del>182.4</del>
5		176.4
6	Lump sum appropriation	\$ 14,038,400
7	Natural resource conservation	
8	districts	490,000
9	Environmental education program	288,100
10	Fire suppression	1,000,000
11	Environmental county grants	125,000
12	AGENCYWIDE LUMP SUM REDUCTION	<u>(517,200)</u>
13	Total appropriation - state land department	<del>\$ 15,941,500</del>
14		\$ 15,424,300
15	Fund sources:	
16	State general fund	<del>\$ 15,163,400</del>
17		\$ 14,646,200
18	Environmental special plate fund	778,100

19       Performance measures:

20	Average land sales processing time	
21	(application to auction, in months)	14.9
22	Average score on customer service survey	
23	(5=very satisfied)	3.7
24	Per cent of fires controlled at 100 acres	
25	or less	95
26	Per cent of agency staff turnover	12.0
27	Administration as a per cent of total cost	16.4

28       THE AGENCYWIDE LUMP SUM REDUCTION SHALL NOT BE APPLIED TO THE FIRE  
 29       SUPPRESSION SPECIAL LINE ITEM.

30       The appropriation includes \$1,221,300 for central Arizona project user  
 31       fees in fiscal year 2002-2003. For every dollar above \$257,000 received as  
 32       reimbursement to the state in fiscal year 2002-2003, from cities that assume  
 33       their allocation of central Arizona project water for past central Arizona  
 34       water conservation district payments, one dollar reverts to the state general  
 35       fund in the year that the reimbursement is collected.

36       Of the amount appropriated for the environmental education program in  
 37       fiscal year 2002-2003, \$5,000 shall be distributed to each natural resource  
 38       conservation district with an established environmental education center as  
 39       required by section 37-1015, subsection B, Arizona Revised Statutes, and at  
 40       least \$100,000 shall be used for environmental education grants as provided  
 41       by section 41-2252, subsections A and B, Arizona Revised Statutes. If  
 42       legislation to extend the advisory council on environmental education beyond  
 43       July 1, 2002 is not enacted in the second regular session of the forty-fifth  
 44       legislature, \$100,000 shall lapse to the environmental special plate fund and



monies shall not be used for environmental education grants pursuant to section 41-2252, subsections A and B, Arizona Revised Statutes.

Sec. 33. Laws 2002, chapter 327, section 39 is amended to read:

Sec. 39. LAW ENFORCEMENT MERIT SYSTEM COUNCIL

	<u>2002-03</u>
FTE positions	1.0
Lump sum appropriation	\$ 56,400
AGENCYWIDE LUMP SUM REDUCTION	<u>(200)</u>
TOTAL APPROPRIATION - LAW ENFORCEMENT MERIT SYSTEM COUNCIL	\$ 56,200

Sec. 34. Laws 2002, chapter 327, section 40 is amended to read:

Sec. 40. DEPARTMENT OF LIQUOR LICENSES AND CONTROL

	<u>2002-03</u>
FTE positions	<del>44.2</del> 34.2
Lump sum appropriation	\$ 2,463,200
AGENCYWIDE LUMP SUM REDUCTION	<u>(272,300)</u>
TOTAL APPROPRIATION - DEPARTMENT OF LIQUOR LICENSES AND CONTROL	\$ 2,190,900

Performance measures:

Investigations and routine liquor inspections completed	5,200
Cost per investigation and routine liquor inspection	\$270
Average calendar days to complete an investigation	37
New licenses, transferred licenses and renewals issued	10,300
Per cent of customers who responded to the survey reporting very good or excellent service	99.3
Administration as a per cent of total cost	40

Sec. 35. Laws 2002, chapter 327, section 43 is amended to read:

Sec. 43. STATE MINE INSPECTOR

	<u>2002-03</u>
FTE positions	<del>19.0</del> 17.0
Lump sum appropriation	\$ 1,159,200
AGENCYWIDE LUMP SUM REDUCTION	<u>(130,900)</u>
TOTAL APPROPRIATION - STATE MINE INSPECTOR	\$ 1,028,300

Performance measures:

Per cent of mandated inspections completed	83
Reportable accidents	80
Number of miners and contractors trained	4,500
Number of inspections	450

1	Administration as a per cent of total cost	23.7
2	Customer satisfaction rating for mines	
3	(Scale 1-8)	6.0
4	Sec. 36. Laws 2002, chapter 327, section 44 is amended to read:	
5	Sec. 44. DEPARTMENT OF MINES AND MINERAL RESOURCES	
6		<u>2002-03</u>
7	FTE positions	<del>8.0</del>
8		7.0
9	Lump sum appropriation	\$ 717,600
10	AGENCYWIDE LUMP SUM REDUCTION	<u>(72,000)</u>
11	TOTAL APPROPRIATION - DEPARTMENT OF	
12	MINES AND MINERAL RESOURCES	\$ 645,600
13	Performance measures:	
14	Files, books and specimens collected or	
15	donated	300
16	General museum visitors	35,000
17	Total number of volunteer hours	8,757
18	Per cent of customers and stakeholders	
19	satisfied with information received	98
20	Administration as a per cent of total cost	7.9
21	Sec. 37. Laws 2002, chapter 327, section 45 is amended to read:	
22	Sec. 45. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION	
23		<u>2002-03</u>
24	FTE positions	2.0
25	Lump sum appropriation	\$ 176,200
26	AGENCYWIDE LUMP SUM REDUCTION	<u>(18,900)</u>
27	TOTAL APPROPRIATION - ARIZONA NAVIGABLE	
28	STREAM ADJUDICATION COMMISSION	\$ 157,300
29	Performance measures:	
30	Number of Arizona rivers and streams adjudicated	14,295
31	Cost per county to study watercourses	\$ 29,200
32	Administration as a per cent of total cost	7.4
33	Customer satisfaction rating for hearing	
34	attendees (Scale 1-8)	7.0
35	Sec. 38. Laws 2002, chapter 327, section 48, as amended by Laws 2002,	
36	fifth special session, chapter 3, section 1, is amended to read:	
37	Sec. 48. STATE PARKS BOARD	
38		<u>2002-03</u>
39	FTE positions	245.3
40	Administration	\$ 1,450,100
41	Parks development and operations	<del>9,196,200</del>
42		\$ 9,195,800

1	Kartchner Caverns state park	
2	special line item	<u>2,101,300</u>
3	Program subtotal - parks development	
4	and operations	<del>\$ 11,297,500</del>
5		\$ 11,297,100
6	Partnerships and grants	1,273,400
7	Lump sum reduction	(618,600)
8	ADDITIONAL AGENCYWIDE LUMP SUM REDUCTION	<u>(692,100)</u>
9	Total appropriation - state parks board	<del>\$ 13,402,000</del>
10		\$ 12,709,900
11	Fund sources:	
12	State general fund	<del>\$ 6,828,000</del>
13		\$ 6,135,900
14	State parks enhancement fund	5,221,400
15	Law enforcement and boating	
16	safety fund	1,092,700
17	Reservation surcharge revolving	
18	fund	259,900
19	Performance measures:	
20	Annual park attendance	2,500,000
21	Per cent of park visitors rating their	
22	experience "good" or "excellent"	96
23	Average cost per state park visitors	\$ .17
24	New acres of open space and parkland	
25	dedicated in Arizona	7,000
26	Per cent of agency staff turnover	9.2
27	Administration as a per cent of total cost	5.9
28	The appropriation for law enforcement and boating safety fund projects	
29	is an estimate representing all monies distributed to this fund, including	
30	balance forward, revenue and transfers during fiscal year 2002-2003. These	
31	monies are appropriated to the Arizona state parks board for the purposes	
32	established in section 5-383, Arizona Revised Statutes. The appropriation	
33	shall be adjusted as necessary to reflect actual final receipts credited to	
34	the law enforcement and boating safety fund.	
35	All other operating expenditures include \$26,000 from the state parks	
36	enhancement fund for Fool Hollow state park revenue sharing. If receipts to	
37	Fool Hollow exceed \$260,000 in fiscal year 2002-2003, an additional ten per	
38	cent of this increase of Fool Hollow receipts is appropriated from the state	
39	parks enhancement fund to meet the revenue sharing agreement with the city	
40	of Show Low and the United States forest service.	
41	All reservation surcharge revolving fund receipts received by the	
42	Arizona state parks board in excess of \$259,900 in fiscal year 2002-2003 are	
43	appropriated to the reservation surcharge revolving fund special line	
44	item. Before the expenditure of any reservation surcharge revolving fund	
45	monies in excess of \$259,900 in fiscal year 2002-2003, the Arizona state	

1 parks board shall submit the intended use of the monies for review by the  
2 joint legislative budget committee.

3 Sec. 39. Laws 2002, chapter 327, section 49 is amended to read:

4 Sec. 49. PERSONNEL BOARD

	<u>2002-03</u>
5 FTE positions	3.0
6 Lump sum appropriation	\$ 370,400
7 AGENCYWIDE LUMP SUM REDUCTION	<u>(37,300)</u>
8 TOTAL APPROPRIATION - PERSONNEL BOARD	\$ 333,100

9 Performance measures:

10 Appeals/complaints filed	89
11 Average number of calendar days from	
12 receipt of appeal/complaint to final	105
13 Average cost of an appeal/complaint	\$ 1,726
14 Per cent of customers rating service as	
15 "good" or "excellent"	98
16 Administration as a per cent of total cost	19.1

17 Sec. 40. Laws 2002, chapter 327, section 51 is amended to read:

18 Sec. 51. COMMISSION FOR POSTSECONDARY EDUCATION

	<u>2002-03</u>
19 FTE positions	5.0
20 Personal services	\$ 137,900
21 Employee related expenditures	27,000
22 All other operating expenditures	56,900
23 Leveraging educational assistance	
24 partnership	3,364,500
25 Private postsecondary education	
26 student financial assistance	
27 program	324,800
28 Family college savings program	87,200
29 Arizona college and career guide	25,000
30 Arizona minority educational policy	
31 analysis center	74,500
32 Twelve plus partnership	231,200
33 AGENCYWIDE LUMP SUM REDUCTION	<u>(154,600)</u>
34 Total appropriation - commission for	
35 postsecondary education	<del>\$ 4,329,000</del>
36	\$ 4,174,400
37 Fund sources:	
38 State general fund	<del>\$ 1,545,600</del>
39	\$ 1,391,000
40 Postsecondary education fund	2,783,400

1 Performance measures:

2 Student grants awarded	3,900
3 Arizona education loan program number	
4 of student borrowers	130,500
5 Family college savings program account	
6 holders	6,838
7 College and career guides distributed	10,000
8 Per cent of customers rating commission	
9 services as good or excellent	85
10 Administration as a per cent of total cost	4.0

11 The appropriation for leveraging educational assistance partnership is  
 12 to be used to make grants under the Arizona state student incentive grant  
 13 program administered by the Arizona commission for postsecondary education.  
 14 Grants may be made according to the provisions of applicable federal and  
 15 state laws and regulations relating to this program to Arizona residents who  
 16 demonstrate financial need and who are attending, on at least a half-time  
 17 basis, an approved program at a properly accredited Arizona postsecondary  
 18 educational institution.

19 Each participating institution, public or private, in order to be  
 20 eligible to receive state matching funds under the state student incentive  
 21 grant program for grants to students, shall provide an amount of  
 22 institutional matching funds that equals the amount of funds provided by the  
 23 state to the institution for the state student incentive grant program.  
 24 Administrative expenses incurred by the commission for postsecondary  
 25 education shall be paid from institutional matching funds and shall not  
 26 exceed twelve per cent of the funds in fiscal year 2002-2003.

27 For fiscal year 2002-2003, any unencumbered balance remaining in the  
 28 postsecondary education fund on June 30, 2002, and all grant monies and other  
 29 revenues received by the commission for postsecondary education during this  
 30 fiscal year, when paid into the state treasury, are appropriated for the  
 31 explicit purposes designated by special line items and for additional  
 32 responsibilities prescribed in sections 15-1851 and 15-1852, Arizona Revised  
 33 Statutes.

34 Of the total amount appropriated for the private postsecondary  
 35 education student financial assistance program, no more than ten per cent may  
 36 be used for program administrative costs.

37 The appropriations for Arizona college and career guide, Arizona  
 38 minority educational policy analysis center and twelve plus partnership are  
 39 estimates representing all monies distributed to this fund, including balance  
 40 forward, revenue and transfers, during fiscal year 2002-2003. The  
 41 appropriations shall be adjusted as necessary to reflect actual final  
 42 receipts credited to the postsecondary education fund.

1       Sec. 41. Laws 2002, chapter 327, section 52 is amended to read:

2       Sec. 52. DEPARTMENT OF PUBLIC SAFETY

3		<u>2002-03</u>
4	FTE positions	<del>1,818.0</del>
5		1,800.0
6	Lump sum appropriation	<del>\$119,038,300</del>
7		\$119,338,300
8	GITEM	5,223,100
9	Fingerprint board	166,900
10	AGENCYWIDE LUMP SUM REDUCTION	<u>(2,555,400)</u>
11	Total appropriation - department of public	
12	safety	<del>\$124,428,300</del>
13		\$122,172,900
14	Fund sources:	
15	State general fund	<del>\$ 44,158,600</del>
16		\$ 41,903,200
17	Highway user revenue fund	28,974,600
18	State highway fund	28,158,300
19	Arizona highway patrol fund	13,468,100
20	Criminal justice enhancement fund	2,187,500
21	Safety enforcement and transportation	
22	infrastructure fund	1,122,900
23	Crime laboratory assessment fund	3,713,600
24	Arizona deoxyribonucleic acid	
25	identification fund	426,600
26	Automated fingerprint identification	
27	fund	2,116,200
28	Fingerprint clearance card fund	35,900
29	Board of fingerprinting fund	66,000
30	Performance measures:	
31	Fatal highway crashes	352
32	Per cent of total highway crashes related	
33	to alcohol	15
34	Per cent of scientific analysis cases over	
35	30 calendar days old	1.0
36	Per cent of system reliability of the Arizona	
37	automated fingerprint identification network	98
38	Clandestine labs dismantled	460
39	Per cent of agency staff turnover	5.0
40	Administration as a per cent of total cost	13.9
41	Customer satisfaction rating for citizens	
42	(Scale 1-8)	6.0

Any monies remaining in the department of public safety joint account on June 30, 2003 shall revert to the funds from which they were appropriated. The reverted monies shall be returned in direct proportion to the amounts appropriated.

The \$66,000 for fingerprinting in fiscal year 2002-2003 is appropriated from the state general fund to the board of fingerprinting fund and is further appropriated from the fund to the fingerprint board special line item for purposes as set forth by section 41-619.56, Arizona Revised Statutes.

It is the intent of the legislature that monies appropriated to the GITEM special line item shall not be allocated by the department of public safety to any county with a population greater than seven hundred fifty thousand or to any city or town located within a county with a population greater than seven hundred fifty thousand.

Sec. 42. Laws 2002, chapter 327, section 53 is amended to read:

Sec. 53. ARIZONA DEPARTMENT OF RACING

	<u>2002-03</u>
FTE positions	55.5
	46.5
Lump sum appropriation	\$ 3,073,200
AGENCYWIDE LUMP SUM REDUCTION	<u>(282,100)</u>
TOTAL APPROPRIATION - ARIZONA DEPARTMENT OF RACING	\$ 2,791,100
Fund sources:	
State general fund	<del>\$ 2,671,000</del>
	\$ 2,388,900
County fair racing fund	337,400
Racing administration fund	64,800
Performance measures:	
Per cent of horse racing customers reporting very good or excellent service	95
Per cent of greyhound racing customers reporting very good or excellent service	95
Per cent of positive horse drug tests	0.9
Per cent of positive greyhound drug tests	0.1
Administration as a per cent of total cost	31

The department of racing shall report to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee on a semiannual basis on boxing related activities. The report shall contain the number of boxing events, gross receipts, state revenues and license fee collections.

1       Sec. 43. Laws 2002, chapter 327, section 54 is amended to read:

2       Sec. 54. RADIATION REGULATORY AGENCY

3		<u>2002-03</u>
4	FTE positions	27.0
5		24.0
6	Lump sum appropriation	\$ 1,202,400
7	Medical radiologic technology	
8	board of examiners	200,500
9	AGENCYWIDE LUMP SUM REDUCTION	<u>(178,300)</u>
10	Total appropriation - radiation	
11	regulatory agency	<del>\$ 1,402,900</del>
12		\$ 1,224,600
13	Fund sources:	
14	State general fund	<del>\$ 1,202,400</del>
15		\$ 1,024,100
16	State radiologic technologist	
17	certification fund	200,500
18	Performance measures:	
19	Per cent of x-ray tubes inspected	26
20	Per cent of x-ray tubes inspected on time	98
21	Radiological incidents (non-Palo Verde related)	16
22	Radiological incidents (Palo Verde)	2
23	Administration as a per cent of total cost	17
24	Customer satisfaction rating (Scale 1-8)	6.0

25       Sec. 44. Laws 2002, chapter 327, section 56 is amended to read:

26       Sec. 56. REAL ESTATE DEPARTMENT

27		<u>2002-03</u>
28	FTE positions	65.4
29	Lump sum appropriation	\$ 3,083,700
30	<del>AGENCYWIDE LUMP SUM REDUCTION</del>	<del>(12,700)</del>
31	<del>TOTAL APPROPRIATION - REAL ESTATE DEPARTMENT</del>	<del>\$ 3,071,000</del>
32	Performance measures:	
33	Average days from receipt to approval of	
34	continuing education course	3.0
35	Average days from receipt to issuance of	
36	license reports	3.0
37	Per cent of surveys from licensees indicating	
38	good to excellent service	95
39	Average days from receipt of complaint to	
40	resolution	120
41	Number of working days to issue public reports	
42	for improved lot subdivision	30
43	Per cent of licensees with disciplinary action	0.3
44	Administration as a per cent of total cost	19.7



1       Sec. 45. Laws 2002, chapter 327, section 57 is amended to read:  
 2       Sec. 57. DEPARTMENT OF REVENUE

	<u>2002-03</u>
FTE positions	<del>1,042.1</del> 992.1
Lump sum appropriation	\$ 60,682,100
Alternative fuel tax credit	458,800
AGENCYWIDE LUMP SUM REDUCTION	<u>(5,082,200)</u>
Total appropriation - department of revenue	<del>\$ 61,140,900</del> \$ 56,058,700
Fund sources:	
State general fund	<del>\$ 58,838,200</del> \$ 53,756,000
Tobacco tax and health care fund	408,400
Estate and unclaimed property fund	1,508,400
Liability setoff fund	385,900
Performance measures:	
Average calendar days to refund income tax	19.4
Total tax documents processed	5,800,000
Per cent of non-audit revenue to total revenue	97.3
Per cent of private taxpayer rulings completed within 45 calendar days of receipt	90
Per cent that collector contacts taxpayer within 30 calendar days of being assigned a delinquent account	95
Per cent of delinquent accounts collected	20
Per cent of agency staff turnover	16
Administration as a per cent of total cost	5.8
Customer satisfaction rating for taxpayer information section (Scale 1-8)	6.0

33       The department of revenue may contract with a third party vendor to  
 34       accept credit card payment for taxes only if there is no cost to the state  
 35       general fund for accepting credit card payments. Before contracting, the  
 36       department shall report to the joint legislative budget committee on this  
 37       program.

38       Sec. 46. Laws 2002, chapter 327, section 58 is amended to read:  
 39       Sec. 58. SCHOOL FACILITIES BOARD

	<u>2002-03</u>
FTE positions	<del>19.0</del> 18.0
Lump sum appropriation	\$ 1,666,900
AGENCYWIDE LUMP SUM REDUCTION	<u>(100,900)</u>
TOTAL APPROPRIATION - SCHOOL FACILITIES BOARD	\$ 1,566,000

1	Performance measures:	
2	Per cent of school districts meeting	
3	minimum adequacy standards	100
4	Per cent of schools annually inspected	
5	for adequacy	20
6	Per cent of inspected schools determined	
7	to have an adequate maintenance program	100
8	Per cent of cumulative critical deficiency	
9	correction projects completed	100
10	Per cent of cumulative non-critical	
11	Deficiency correction projects completed	100
12	Number of new school construction projects	
13	completed	35
14	Per cent of school districts rating the	
15	board's services as "good" or "excellent"	
16	in an annual survey	90
17	Administration as a per cent of total	
18	cost (excluding deficiencies correction)	0.4
19	By October 1, 2002, the school facilities board shall report to the	
20	joint committee on capital review the effect of any deficiencies corrections	
21	made pursuant to section 15-2021, Arizona Revised Statutes, on the funding	
22	requirements of the building renewal formula established in section 15-2031,	
23	Arizona Revised Statutes. It is the intent of the legislature that this	
24	report provide an estimate of building renewal formula funding requirements	
25	on the completion of deficiency corrections.	
26	Sec. 47. Laws 2002, chapter 327, section 59 is amended to read:	
27	Sec. 59. DEPARTMENT OF STATE - SECRETARY OF STATE	
28		<u>2002-03</u>
29	FTE positions	42.3
30		38.3
31	All other lump sum appropriation	\$ 2,119,800
32	Elections	3,717,700
33	AGENCYWIDE LUMP SUM REDUCTION	<u>(313,300)</u>
34	Total appropriation - secretary of state	<del>\$ 5,837,500</del>
35		\$ 5,524,200
36	Performance measures:	
37	Per cent of documents returned to public	
38	filer in 48 hours (business services	
39	division)	95
40	Per cent of all business documents filed	
41	electronically (business services division)	40
42	Per cent of election law complaints reviewed	
43	and acted on within 7 days	100
44	Per cent of candidates using diskette filing	
45	of campaign finance reports	100

1	Per cent of agencies filing rules electronically	95
2	Administration as a per cent of total cost	0
3	Customer satisfaction rating for county election	
4	officials (Scale 1-8)	6.0
5	Sec. 48. Laws 2002, chapter 327, section 60 is amended to read:	
6	Sec. 60. STATE BOARD OF TAX APPEALS	
7		<u>2002-03</u>
8	FTE positions	<del>5.0</del>
9		4.0
10	Lump sum appropriation	\$ 297,300
11	AGENCYWIDE LUMP SUM REDUCTION	<u>(30,000)</u>
12	TOTAL APPROPRIATION - STATE BOARD OF TAX APPEALS	\$ 267,300
13	Performance measures:	
14	Tax appeals caseload	206
15	Tax appeals unresolved at fiscal year end	126
16	Months to process appeal	6.5
17	Per cent of rulings upheld in tax courts	90
18	Administration as a per cent of total cost	16.4
19	Customer satisfaction rating (Scale 1-8)	6.0
20	Sec. 49. Laws 2002, chapter 327, section 61 is amended to read:	
21	Sec. 61. OFFICE OF TOURISM	
22		<u>2002-03</u>
23	FTE positions	<del>28.0</del>
24		25.0
25	Lump sum appropriation	\$ 2,260,400
26	Media advertising	5,597,900
27	Travel counseling and direct	
28	marketing	1,113,700
29	Travel industry marketing	922,700
30	Media communication	402,000
31	Research and data repository	35,700
32	Maricopa county tourism promotion	2,000,000
33	Lump sum reduction	(322,900)
34	AGENCYWIDE LUMP SUM REDUCTION	<u>(1,017,300)</u>
35	Total appropriation - office of tourism	<del>\$12,009,500</del>
36		\$ 10,992,200
37	Fund sources:	
38	State general fund	<del>\$10,009,500</del>
39		\$ 8,992,200
40	Tourism fund	2,000,000
41	Performance measures:	
42	Number of domestic tourists	27,100,000
43	Number of requests for travel materials	500,000
44	Advertising cost per inquiry for travel	
45	materials	\$8.00

1	Visitors at the welcome center	118,000
2	Administration as a per cent of total cost	4.4
3	Customer satisfaction rating for travel	
4	kits program (Scale 1-8)	6.0

5       Notwithstanding sections 41-2306 and 42-5029, Arizona Revised Statutes,  
6 or any other law, the appropriation from the state general fund to the  
7 tourism fund shall not exceed ~~\$10,009,500~~ \$8,992,200 in fiscal year  
8 2002-2003.

9       All monies deposited into the tourism fund by legislative  
10 appropriation, or by transfer from the tourism and sports authority under the  
11 provisions of section 5-835, Arizona Revised Statutes, are appropriated for  
12 use by the office of tourism in fiscal year 2002-2003. These amounts are  
13 currently estimated to be ~~\$12,009,500~~ \$10,992,200 in fiscal year 2002-2003.  
14 This appropriation is not in addition to the amounts shown as lump sum and  
15 special line items. The amounts shown as lump sum and special line items are  
16 estimates of the appropriation that will be provided under current law.

17       Sec. 50. Laws 2002, chapter 327, section 62 is amended to read:

18       Sec. 62. DEPARTMENT OF TRANSPORTATION

19 2002-03

20       Administration

21	FTE positions	452.0
22	Lump sum appropriation	\$ 51,490,000

23       Fund sources:

24	State highway fund	\$ 51,439,600
25	Air quality fund	50,400

26       Performance measures:

27	External customer satisfaction rating	
28	based on annual survey (Scale 1-10)	8.7
29	Per cent that highway user revenue fund	
30	actual revenues exceed forecast	+2
31	Per cent that Maricopa regional area road	
32	fund actual revenues exceed forecast	+2
33	Per cent of agency staff turnover	13.8
34	Administration as a per cent of total cost	16.1

35       Highways

36	FTE positions	2,004.0
37	Lump sum appropriation	\$174,290,900

38       Fund sources:

39	State general fund	\$     62,800
40	State highway fund	140,490,300
41	Transportation department	
42	equipment fund	33,222,800
43	Safety enforcement and	
44	transportation	
45	infrastructure fund	515,000

1 Performance measures:

2	Statewide lane miles	18,168
3	Maricopa regional area road fund lane miles	641
4	Per cent of Maricopa regional freeway miles	
5	completed (144 center line miles total)	72
6	Per cent of overall highway construction	
7	projects completed on schedule	85
8	Per cent of highway maintenance level of	
9	service - roads meeting minimum standards	90

10 Of the total amount appropriated for the highways program, UP TO  
 11 \$96,278,900 in fiscal year 2002-2003 for the maintenance subprogram, AS  
 12 ADJUSTED FOR ANY LUMP SUM REDUCTION, is exempt from the provisions of section  
 13 35-190, Arizona Revised Statutes, relating to lapsing of appropriations,  
 14 except that all unexpended and unencumbered monies of the appropriation  
 15 reverts to the state highway fund on August 31, 2003.

16 The department of transportation shall report by August 31, 2003 to the  
 17 joint legislative budget committee on the current levels of service for each  
 18 of the nine categories of highway maintenance. The report shall explain the  
 19 department's progress in improving its assessment of levels of service and  
 20 of assigning costs to different levels of service. The report shall explain  
 21 how the up to \$2,200,000 in fiscal year 2002-2003 appropriation to improve  
 22 level of service, as adjusted for any fiscal year 2001-2002 or fiscal year  
 23 2002-2003 reduction, was spent and how the level of service changed for each  
 24 of these categories.

25 Employees who participate in the Arizona department of transportation's  
 26 engineering pay plan are not eligible to receive any general salary  
 27 adjustments appropriated for state employees for fiscal year 2002-2003.

28 Aeronautics

29	FTE positions	33.0
30	Lump sum appropriation	\$ 1,797,100
31	Fund sources:	
32	State aviation fund	\$ 1,797,100

33 Performance measures:

34	Per cent of airport development projects	
35	completed on schedule	75
36	Per cent that state aviation fund actual	
37	revenues exceed projection	+4
38	Working days to complete aircraft registration	2.0

39 Motor vehicle

40	FTE positions	1,649.0
41	Lump sum appropriation	\$ 84,142,300
42	Fund sources:	
43	State highway fund	\$ 79,665,800
44	Highway user revenue fund	648,200

1	Safety enforcement and	
2	transportation infrastructure	
3	fund	1,771,600
4	Motor vehicle liability insurance	
5	enforcement fund	1,047,600
6	Vehicle inspection and title	
7	enforcement fund	<u>1,009,100</u>
8	Performance measures:	
9	Average office wait time (minutes)	15 to 20
10	Average telephone wait time (minutes)	1.4
11	Per cent of business processed by third	
12	parties	30
13	Per cent of alternative renewal methods	
14	(mail, internet, third party)	69
15	It is the intent of the legislature that all monies appropriated for	
16	the motor vehicle division field offices and electronic services are combined	
17	resources designed to improve customer services and that the department	
18	should pursue increased efforts to further the utilization of electronic	
19	services (e-business transactions) to enhance customer services and create	
20	efficiencies, enhanced customer service and security issues.	
21	The motor vehicle lump sum appropriation includes up to \$2,750,400 as	
22	a non-lapsing appropriation for the motor vehicle division security	
23	enhancement issues and to replace and upgrade computer equipment, as adjusted	
24	for any fiscal year 2001-2002 or fiscal year 2002-2003 reduction.	
25	The motor vehicle appropriation includes fifteen FTE positions and	
26	\$1,296,300 for vehicle registration enforcement, including personal services,	
27	employee related expenditures, travel, postage and other operating	
28	expenditures. The \$1,296,300 is to supplement, not supplant existing	
29	resources. The motor vehicle division will develop a measurement system for	
30	performance measures and to identify the return on investment for vehicle	
31	registration enforcement. The motor vehicle division shall report on the	
32	status of their measurement system for vehicle registration enforcement to	
33	the joint legislative budget committee by December 1, 2002.	
34	AGENCYWIDE LUMP SUM FTE	
35	POSITIONS REDUCTION	(378.0)
36	<del>AGENCYWIDE GENERAL FUND LUMP SUM REDUCTION</del>	<del>(6,700)</del>
37	<del>AGENCYWIDE STATE HIGHWAY FUND LUMP</del>	
38	<del>SUM REDUCTION</del>	<del>(27,704,100)</del>
39	Total appropriation - department of	
40	transportation	\$311,720,300
41		\$284,009,500

1	Fund sources:	
2	State general fund	<del>\$ 62,800</del>
3		\$ 56,100
4	State highway fund	<del>271,595,700</del>
5		243,891,600
6	Highway user revenue fund	648,200
7	Air quality fund	50,400
8	Transportation department	
9	equipment fund	33,222,800
10	State aviation fund	1,797,100
11	Safety enforcement and	
12	transportation infrastructure	
13	fund	2,286,600
14	Motor vehicle liability insurance	
15	enforcement fund	1,047,600
16	Vehicle inspection and title	
17	enforcement fund	1,009,100
18	Sec. 51. Laws 2002, chapter 327, section 63 is amended to read:	
19	Sec. 63. STATE TREASURER	
20		<u>2002-03</u>
21	FTE positions	35.4
22		31.4
23	Lump sum appropriation	\$ 2,267,400
24	Justice of peace salaries	2,775,500
25	AGENCYWIDE LUMP SUM REDUCTION	<u>(227,600)</u>
26	Total appropriation - state treasurer	<del>\$ 5,042,900</del>
27		\$ 4,815,300
28	Performance measures:	
29	Number of deposits with state treasurer	66,000
30	Number of wire transfers in and out of	
31	servicing bank	28,000
32	Combined balances of all investment	
33	portfolios	\$9,000,000,000
34	Ratio of yield of LGIP to Standard	
35	and Poor's LGIP index	1.1
36	Administration as a per cent of total cost	0
37	Customer satisfaction rating for local	
38	government investment pool participants	
39	(Scale 1-8)	6.0
40	It is the intent of the legislature that the investment management fee	
41	on monies managed by the state treasurer be set at eight basis points.	

1       Sec. 52. Laws 2002, chapter 327, section 64 is amended to read:  
 2       Sec. 64. ARIZONA COMMISSION ON UNIFORM STATE LAWS

3		<u>2002-03</u>
4	Lump sum appropriation	\$ 38,800
5	AGENCYWIDE LUMP SUM REDUCTION	<u>(5,100)</u>
6	TOTAL APPROPRIATION - ARIZONA COMMISSION	
7	ON UNIFORM STATE LAWS	\$ 33,700
8	Performance measures:	
9	National conference committees staffed	8.0
10	Uniform acts approved and adopted by	
11	national conference	5.0
12	Uniform laws introduced in Arizona	4.0
13	Uniform laws enacted in Arizona	3.0
14	Administration as a per cent of total cost	0

15       Sec. 53. Laws 2002, chapter 327, section 65 is amended to read:  
 16       Sec. 65. ARIZONA BOARD OF REGENTS

17		<u>2002-03</u>
18	FTE positions	28.9
19		27.9
20	Lump sum appropriation	\$ 2,193,900
21	Student financial assistance	2,251,200
22	Western interstate commission office	99,000
23	WICHE student subsidies	2,912,100
24	Arizona transfer articulation support system	<u>217,100</u>
25	AGENCYWIDE LUMP SUM REDUCTION	<u>(121,000)</u>
26	Total appropriation - Arizona board of	
27	regents	<del>\$ 7,673,300</del>
28		\$ 7,552,300
29	Performance measures:	
30	Per cent of graduating seniors who rate	
31	their overall university experience	
32	as "good"/"excellent"	95
33	Per cent of full-time undergraduate students	
34	enrolled per semester in three or more primary	
35	courses with ranked faculty	82
36	Number of degrees granted:	23,745
37	Bachelor's	16,830
38	Master's	5,630
39	First professional	525
40	Doctorate	760
41	Average number of years taken to	
42	graduate for student who began	
43	as freshman	4.9
44	Per cent of agency staff turnover	18.9
45	Administration as a per cent of total cost	1.6



THE AGENCYWIDE LUMP SUM REDUCTION SHALL NOT BE APPLIED TO THE STUDENT FINANCIAL ASSISTANCE, WESTERN INTERSTATE COMMISSION OFFICE AND WICHE STUDENT SUBSIDIES SPECIAL LINE ITEMS.

Sec. 54. Laws 2002, chapter 327, section 66 is amended to read:

Sec. 66. ARIZONA STATE UNIVERSITY

2002-03

Main campus

FTE positions

~~5,838.7~~

5,625.7

Lump sum appropriation

\$386,601,800

AGENCYWIDE LUMP SUM REDUCTION

(15,281,000)

TOTAL - MAIN CAMPUS

\$371,320,800

Fund sources:

State general fund

~~\$277,143,500~~

\$261,862,500

University collections fund

109,458,300

Performance measures:

Per cent of graduating seniors who rate  
their overall university experience  
as "good"/"excellent"

95

Per cent of full-time undergraduate  
students enrolled per semester in 3 or  
more primary courses with ranked faculty

81

Number of degrees granted:

9,340

Bachelor's

6,700

Master's

2,200

First professional

160

Doctorate

280

Average number of years taken to graduate  
for student who began as freshman

4.8

External dollars for research and creative  
activity

\$124,000,000

Per cent of agency staff turnover

19.2

Administration as a per cent of total cost

1.1

East campus

FTE positions

~~271.7~~

261.7

Lump sum appropriation

\$ 19,509,500

lease-purchase payment

2,000,000

AGENCYWIDE LUMP SUM REDUCTION

(705,400)

Total - East campus

~~\$ 21,509,500~~

\$ 20,804,100

Fund sources:

State general fund

~~\$ 13,055,300~~

\$ 12,349,900

1	University collections fund	6,454,200
2	Technology and research initiative fund	2,000,000
3	Performance measures:	
4	Per cent of graduating seniors who rate	
5	their overall university experience	
6	as "good"/"excellent"	91
7	Per cent of full-time undergraduate students	
8	enrolled per semester in 3 or more primary	
9	courses with ranked faculty	78
10	Number of degrees granted:	650
11	Bachelor's	570
12	Master's	80
13	Average number of years taken to graduate	
14	for student who began as freshman	4.8
15	Fall semester enrollment (headcount)	3,150
16	Per cent of agency staff turnover	10.3
17	Administration as a per cent of total cost	3.9
18	<u>West campus</u>	
19	FTE positions	<del>640.3</del>
20		611.3
21	Lump sum appropriation	\$ 42,153,400
22	Lease-purchase payment	1,600,000
23	AGENCYWIDE LUMP SUM REDUCTION	<u>(2,073,700)</u>
24	Total - West campus	<del>\$ 43,753,400</del>
25		\$ 41,679,700
26	Fund sources:	
27	State general fund	<del>\$ 38,027,600</del>
28		\$ 35,953,900
29	University collections fund	4,125,800
30	Technology and research initiative fund	<u>1,600,000</u>
31	Performance measures:	
32	Per cent of graduating seniors who rate	
33	their overall university experience	
34	as "good"/"excellent"	95
35	Per cent of full-time undergraduate students	
36	enrolled per semester in 3 or more primary	
37	courses with ranked faculty	81
38	Number of degrees granted:	1,370
39	Bachelor's	1,150
40	Master's	220
41	Fall semester enrollment (FTE)	3,900
42	Per cent of agency staff turnover	13.4

1	Administration as a per cent of total cost	4.1
2	Total appropriation - Arizona state	
3	university	<del>\$451,864,700</del>
4		<del>\$433,804,600</del>
5	Fund sources:	
6	State general fund	<del>\$328,226,400</del>
7		<del>\$310,166,300</del>
8	University collections fund	120,038,300
9	Technology and research initiative fund	3,600,000
10	The appropriated monies are not to be used for scholarships.	
11	The appropriated monies shall not be used by the Arizona state	
12	university college of law legal clinic for any lawsuits involving inmates of	
13	the state department of corrections in which the state is the adverse party.	
14	Any unencumbered balances remaining in the collections account on June	
15	30, 2002 and all collections received by the university during the fiscal	
16	year, when paid into the state treasury, are appropriated for operating	
17	expenditures, capital outlay and fixed charges. Earnings on state lands and	
18	interest on the investment of the permanent land funds are appropriated in	
19	compliance with the enabling act and the constitution of Arizona. No part	
20	of this appropriation may be expended for supplemental life insurance or	
21	supplemental retirement. Receipts from summer session, when deposited in the	
22	state treasury, together with any unencumbered balance in the summer session	
23	account, are hereby appropriated for the purpose of conducting summer	
24	sessions but are excluded from the amounts enumerated above. Within ten days	
25	of the acceptance of the universities' semiannual all funds budget reports,	
26	the Arizona board of regents shall inform the joint legislative budget	
27	committee of any tuition revenue amounts that are different from the amounts	
28	appropriated by the legislature and shall submit an expenditure plan for any	
29	tuition revenue amounts that are greater than the appropriated amounts to the	
30	joint legislative budget committee for its review.	
31	Sec. 55. Laws 2002, chapter 327, section 67 is amended to read:	
32	Sec. 67. NORTHERN ARIZONA UNIVERSITY	
33		<u>2002-03</u>
34	FTE positions	<del>2,148.7</del>
35		2,060.7
36	Lump sum appropriation	\$144,043,800
37	NAU - Yuma	2,341,300
38	AGENCYWIDE LUMP SUM REDUCTION	<u>(6,209,000)</u>
39	Total appropriation - northern Arizona	
40	university	<del>\$146,385,100</del>
41		\$140,176,100
42	Fund sources:	
43	State general fund	<del>\$116,182,600</del>
44		\$109,973,600
45	University collections fund	30,202,500

1	Performance measures:	
2	Per cent of graduating seniors who rate	
3	their overall university experience	
4	as "good"/"excellent"	97
5	Per cent of full-time undergraduate students	
6	enrolled per semester in 3 or more primary	
7	courses with ranked faculty	95
8	Number of degrees granted:	4,900
9	Bachelor's	3,000
10	Master's	1,840
11	First professional	40
12	Doctorate	60
13	Average number of years taken to graduate	
14	for student who began as freshman	5.0
15	Degrees granted to statewide students	675
16	Per cent of agency staff turnover	21.2
17	Administration as a per cent of total cost	1.8
18	The appropriated monies are not to be used for scholarships.	
19	Any unencumbered balances remaining in the collections account on June	
20	30, 2002 and all collections received by the university during the fiscal	
21	year, when paid into the state treasury, are appropriated for operating	
22	expenditures, capital outlay and fixed charges. Earnings on state lands and	
23	interest on the investment of the permanent land funds are appropriated in	
24	compliance with the enabling act and the constitution of Arizona. No part	
25	of this appropriation may be expended for supplemental life insurance or	
26	supplemental retirement. Receipts from summer session, when deposited in the	
27	state treasury, together with any unencumbered balance in the summer session	
28	account, are hereby appropriated for the purpose of conducting summer	
29	sessions but are excluded from the amounts enumerated above. Within ten days	
30	of the acceptance of the universities' semiannual all funds budget reports,	
31	the Arizona board of regents shall inform the joint legislative budget	
32	committee of any tuition revenue amounts that are different from the amounts	
33	appropriated by the legislature and shall submit an expenditure plan for any	
34	tuition revenue amounts that are greater than the appropriated amounts to the	
35	joint legislative budget committee for its review.	
36	Sec. 56. Laws 2002, chapter 327, section 68 is amended to read:	
37	Sec. 68. UNIVERSITY OF ARIZONA	
38		<u>2002-03</u>
39	<u>Main campus</u>	
40	FTE positions	<del>5,390.5</del>
41		5,177.5
42	Lump sum appropriation	\$311,475,300
43	Agriculture	47,132,200

1	Sierra Vista campus	3,005,000
2	AGENCYWIDE LUMP SUM REDUCTION	<u>(14,969,400)</u>
3	Total - main campus	<del>\$361,612,500</del>
4		\$346,643,100
5	Fund sources:	
6	State general fund	<del>\$277,292,400</del>
7		\$262,323,000
8	University collections fund	84,320,100
9	Performance measures:	
10	Per cent of graduating seniors who rate	
11	their overall university experience	
12	as "good"/"excellent"	94.5
13	Per cent of full-time undergraduate students	
14	enrolled per semester in 3 or more primary	
15	courses with ranked faculty	75
16	Number of degrees granted:	6,670
17	Bachelor's	4,962
18	Master's	1,158
19	First professional	175
20	Doctorate	375
21	Average number of years taken to graduate	
22	for students who began as freshman	4.8
23	Gifts, grants and contracts	\$241,000,000
24	Per cent of agency staff turnover	17.4
25	Administration as a per cent of total cost	1.6
26	<u>Health sciences center</u>	
27	FTE positions	<del>664.2</del>
28		636.2
29	Lump sum appropriation	\$ 51,142,300
30	Clinical teaching support	9,434,500
31	Telemedicine network	1,209,800
32	Clinical rural rotation	476,500
33	Liver research institute	504,600
34	AGENCYWIDE LUMP SUM REDUCTION	<u>(2,904,300)</u>
35	Total - health sciences center	<del>\$ 62,767,700</del>
36		\$ 59,863,400
37	Fund sources:	
38	State general fund	<del>\$ 55,579,200</del>
39		\$ 52,674,900
40	University collections fund	7,096,500
41	Poison control fund	<u>92,000</u>
42	Performance measures:	
43	Per cent of graduating seniors who rate	
44	their overall university experience	
45	as "good"/"excellent"	98

1	Per cent of full-time undergraduate students	
2	enrolled per semester in 3 or more primary	
3	courses with ranked faculty	75
4	Number of degrees granted:	600
5	Bachelor's	278
6	Master's	132
7	First professional	150
8	Doctorate	40
9	Gifts, grants and contracts	\$122,000,000
10	Per cent of agency staff turnover	23.1
11	Administration as a per cent of total cost	1.3
12	Total appropriation - university of Arizona	<del>\$424,380,200</del>
13		\$406,506,500
14	Fund sources:	
15	State general fund	<del>\$332,871,600</del>
16		\$314,997,900
17	University collections fund	91,416,600
18	Poison control fund	92,000
19	The appropriated monies are not to be used for scholarships.	
20	Any unencumbered balances remaining in the collections account on June	
21	30, 2002 and all collections received by the university during the fiscal	
22	year, when paid into the state treasury, are appropriated for operating	
23	expenditures, capital outlay and fixed charges. Earnings on state lands and	
24	interest on the investment of the permanent land funds are appropriated in	
25	compliance with the enabling act and the constitution of Arizona. No part	
26	of this appropriation may be expended for supplemental life insurance or	
27	supplemental retirement. Receipts from summer session, when deposited in the	
28	state treasury, together with any unencumbered balance in the summer session	
29	account, are hereby appropriated for the purpose of conducting summer	
30	sessions but are excluded from the amounts enumerated above. Within ten days	
31	of the acceptance of the universities' semiannual all funds budget reports,	
32	the Arizona board of regents shall inform the joint legislative budget	
33	committee of any tuition revenue amounts that are different from the amounts	
34	appropriated by the legislature and shall submit an expenditure plan for any	
35	tuition revenue amounts that are greater than the appropriated amounts to the	
36	joint legislative budget committee for its review.	
37	The approved amount includes \$100,000 for development of management,	
38	training and technological courses in greenhouse technology. The \$100,000	
39	approved reverts to the state general fund at the end of the fiscal year	
40	unless the private sector matches the amount or provides an in-kind match for	
41	the greenhouse technology.	

1       Sec. 57. Laws 2002, chapter 327, section 70 is amended to read:

2       Sec. 70. DEPARTMENT OF WATER RESOURCES

3		<u>2002-03</u>
4	FTE positions	<del>207.2</del>
5		192.2
6	Lump sum appropriation	\$ 14,582,400
7	Arizona water protection fund	
8	deposit	- 0 -
9	Rural water studies	500,000
10	AGENCYWIDE LUMP SUM REDUCTION	<u>(1,234,400)</u>
11	Total appropriation - department of water	
12	resources	<del>\$ 15,082,400</del>
13		\$ 13,848,000

14       Performance measures:

15	Per capita water use in active management	
16	areas (acre feet)	2.74
17	Per cent of Colorado River entitlement used	94
18	Per cent of Arizona's unused Colorado	
19	River entitlement that is recharged	
20	via the water banking authority	88
21	Number of dams in a non-emergency	
22	unsafe condition	15
23	Per cent of rural watershed studies	
24	contract deliverables completed	
25	and accepted	100
26	Per cent of agency staff turnover	12
27	Administration as a per cent of total cost	11.8
28	Customer satisfaction rating for hydrology	
29	program (Scale 1-8)	6.0

30       Sec. 58. Laws 2002, chapter 327, section 71 is amended to read:

31       Sec. 71. DEPARTMENT OF WEIGHTS AND MEASURES

32		<u>2002-03</u>
33	FTE positions	<del>39.9</del>
34		36.9
35	Lump sum appropriation	\$ 2,638,900
36	AGENCYWIDE LUMP SUM REDUCTION	<u>(168,600)</u>
37	TOTAL APPROPRIATION - DEPARTMENT OF	
38	WEIGHTS AND MEASURES	\$ 2,470,300
39	Fund sources:	
40	State general fund	<del>\$ 1,470,900</del>
41		\$ 1,302,300
42	Air quality fund	1,168,000

## Performance measures:

Average customer satisfaction rating (Scale 1-5)	5
Per cent of retail stores' price scanning devices in compliance (i.e., cash register shows correct price)	70
Per cent of cleaner burning gas (required in the Phoenix area) samples in compliance with oxygenated fuel standards	99
Per cent of gasoline dispensing facilities inspected annually that are in compliance with vapor recovery standards	95
Administration as a per cent of total cost	14

Sec. 59. Laws 2001, chapter 236, section 34, as amended by Laws 2002, chapter 327, section 82, is amended to read:

## Sec. 34. OFFICE OF EQUAL OPPORTUNITY

	<u>2001-02</u>	<u>2002-03</u>
FTE positions	4.0	4.0
Lump sum appropriation	\$ 234,900	<del>\$ 234,900</del>
		\$ 237,000
AGENCYWIDE LUMP SUM REDUCTION		<u>(24,000)</u>
TOTAL APPROPRIATION - OFFICE OF EQUAL OPPORTUNITY		\$ 213,000

## Performance measures:

Total training hours provided by the office of equal opportunity to state employees	1,200	1,200
Number of community organizations contacted to facilitate the dissemination of information	135	135
Individuals provided with training and technical assistance	300	300
Grievances and equal employment opportunity commission complaints	125	125
Administration as a per cent of total cost	96	96
Customer satisfaction rating for client agencies (Scale 1-8)	6.0	6.0

Sec. 60. Laws 2002, chapter 327, section 114 is amended to read:

Sec. 114. FTE positions; reporting

A. Full-time equivalent (FTE) positions contained in this act are subject to appropriation. The director of the department of administration shall account for the use of all appropriated FTE positions excluding those in the department of economic security, the universities and the department of environmental quality. The director shall submit fiscal year 2002-2003



reports by February 1, 2003 and August 1, 2003 to the director of the joint legislative budget committee. The reports shall compare the level of FTE usage in each fiscal year to the appropriated level. The director of the department of administration shall notify the director of each budget unit if the budget unit has exceeded its number of appropriated FTE positions. The above excluded agencies shall each report to the director of the joint legislative budget committee in a manner comparable to the department of administration reporting.

B. THE FTE POSITIONS APPROPRIATED IN THIS ACT FOR FISCAL YEAR 2002-2003 REPRESENT THE MAXIMUM NUMBER OF FTE POSITIONS EACH AGENCY MAY HAVE FILLED ON JUNE 30, 2003, AND DO NOT REPRESENT A LIMIT ON THE AVERAGE FTE POSITION USAGE DURING FISCAL YEAR 2002-2003.

Sec. 61. Laws 2002, chapter 327, section 117 is amended to read:

Sec. 117. Transfers of fund monies to the state general fund;  
fiscal year 2002-2003

Notwithstanding any other law, on or before June 30, 2003, the following amounts from the following funds or sources are transferred to the state general fund for the purposes of providing adequate support and maintenance for agencies of this state:

1. Retiree accumulated sick leave fund (YYA 3200) \$1,286,900.
2. Risk management revolving fund (ADA 4216) ~~\$6,000,000~~ \$10,000,000.
3. Motor vehicle pool revolving fund (ADA 4204) ~~\$3,000,000~~ \$5,400,000.
4. Certificates of participation fund (AAA 5005) \$20,050,000.
5. State surplus materials revolving fund (ADA 4214) \$1,000,000.
6. Technology and telecommunications fund (ADA 4201) \$4,000,000.
7. Anti-racketeering fund (AGA 2131) ~~\$625,000~~ \$1,625,000.
8. Housing trust fund (EPA HDA 2235) \$2,000,000.
9. Alcohol abuse treatment fund (DCA 2204) \$1,000,000.
10. Drug treatment and education revolving fund (DCA 2277) ~~\$1,000,000~~

~~\$2,000,000.~~

11. State land department fund (LDA 2451) \$70,000.
12. State lottery fund (LOA 2122) ~~\$2,455,000~~ \$3,455,000.
13. State lake improvement fund (PRA 2106) \$10,000,000.
14. Deficiencies correction fund (SFA 2455) \$23,000,000.
15. School capital equity fund (SFA 2273) \$2,487,500.
- ~~16. Mobile home relocation fund (MMA 2237) \$3,000,000.~~

~~17.~~ 16. Arizona clean air fund ~~\$7,300,000~~ \$9,300,000. NO MORE THAN FIFTY PER CENT OF THE INCREASED FUND TRANSFER FROM THE ARIZONA CLEAN AIR FUND AS A RESULT OF THIS ACT SHALL BE TRANSFERRED FROM ANY SINGLE STATUTORY USE OF THE FUND.

- ~~18.~~ 17. Commercial feed fund (AHA 2012) \$50,000.
- ~~19.~~ 18. Fertilizer materials fund (AHA 2081) \$50,000.
- ~~20.~~ 19. Pesticide fund (AHA 2051) \$50,000.
- ~~21.~~ 20. Arizona state hospital capital construction fund (ADA 2466) ~~\$3,000,000~~ \$13,400,000.

- 1 21. INTERGOVERNMENTAL SERVICE FUND (HCA 2438) \$400,000.
- 2 22. RECEIVERSHIP REVOLVING FUND (BDA 3023) \$570,800.
- 3 ~~23. ARIZONA CORRECTIONAL INDUSTRIES REVOLVING FUND (DCA 4002)~~
- 4 ~~\$1,000,000.~~
- 5 24. STATE EDUCATION FUND FOR CORRECTIONAL EDUCATION (DCA 2107)
- 6 \$500,000.
- 7 25. TELECOMMUNICATION FUND FOR THE DEAF (DFA 2047) \$1,000,000.
- 8 26. ARIZONA INDUSTRIES FOR THE BLIND FUND (DEA 4003) \$1,000,000.
- 9 27. PUBLIC ASSISTANCE COLLECTION FUND (DEA 2217) \$750,000.
- 10 28. INTERNAL SERVICES FUND (EDA 4209) \$500,000.
- 11 29. PRODUCTION REVOLVING FUND (EDA 4211) \$500,000.
- 12 30. AIR QUALITY FEE FUND (EVA 2226) \$2,000,000.
- 13 31. VOLUNTARY VEHICLE REPAIR AND RETROFIT FUND (EVA 2365) \$2,600,000.
- 14 32. RECYCLING FUND (EVA 2289) \$1,000,000.
- 15 33. ARIZONA EXPOSITION AND STATE FAIR FUND (CLA 4001) \$2,000,000.
- 16 34. INTERAGENCY SERVICE AGREEMENT FUND (HSA 2500) \$2,000,000.
- 17 35. SERIOUS MENTAL ILLNESS SERVICES FUND (HSA 2464) \$500,000.
- 18 36. BUILDING RENEWAL FUND (HSA 2133) \$792,400.
- 19 37. INDIRECT COST FUND (HSA 9001) \$821,900.
- 20 38. INTERNAL SERVICES FUND (HSA 4202) \$200,000.
- 21 39. DISPROPORTIONATE SHARE PAYMENT FUND (HSA 2370) \$98,800.
- 22 40. EMERGENCY MEDICAL SERVICES OPERATING FUND (HSA 2171) \$1,000,000.
- 23 41. INDUSTRIAL COMMISSION ADMINISTRATIVE FUND (ICA 2177) \$1,000,000.
- 24 ~~42. DRUG TREATMENT AND EDUCATION FUND (PCA 2277) \$1,000,000.~~
- 25 43. EMISSIONS INSPECTION FUND (EVA 2082) \$2,000,000.
- 26 44. STATE PARKS ENHANCEMENT FUND (PRA 2202) \$2,018,300.
- 27 ~~45. LAND CONSERVATION FUND - PUBLIC CONSERVATION ACCOUNT (PRA 2432)~~
- 28 ~~\$1,577,000.~~
- 29 46. ARIZONA HIGHWAY PATROL FUND (PSA 2032) \$1,000,000.
- 30 47. RESIDENTIAL UTILITY CONSUMER OFFICE REVOLVING FUND (UOA 2175)
- 31 \$300,000.
- 32 48. ARIZONA HIGHWAYS MAGAZINE FUND (DTA 2031) \$500,000.
- 33 49. ARIZONA WATER QUALITY FUND (WCA 2304) \$181,500.
- 34 50. UTILITY REGULATION REVOLVING FUND (CCA 2172) \$750,000.
- 35 51. EMERGENCY TELECOMMUNICATIONS SERVICES REVOLVING FUND (ADA 2176)
- 36 \$5,000,000.
- 37 52. DRUG TREATMENT AND EDUCATION FUND (SPA 2277) \$800,000.
- 38 53. STATE AID TO DETENTION FUND (SPA 2141) \$400,000.
- 39 54. VETERAN HOME CONTINGENCY FUND (2356) \$244,300.
- 40 55. ARIZONA ARTS ENDOWMENT EXPENDABLE TRUST FUND (HUA 3106) \$1,000,000.
- 41 Sec. 62. Laws 2002, fifth special session, chapter 3, section 2 is
- 42 amended to read:
- 43 Sec. 2. Supplemental appropriation; state parks
- 44 A. Notwithstanding section 41-511.11, Arizona Revised Statutes, and
- 45 in addition to the appropriation made by Laws 2002, chapter 327, section 48,

AS AMENDED BY LAWS 2002, FIFTH SPECIAL SESSION, CHAPTER 3, SECTION 1 AND as amended by this act, the sum of \$450,000 is transferred from the revenues received in fiscal year 2001-2002 or any prior fiscal year in the acquisition and development portion of the state parks enhancement fund to the operating account of the state parks enhancement fund and is appropriated from the operating account for fiscal year 2002-2003 to the Arizona state parks board for all state parks to remain open for at least the same operating hours as in fiscal year 2001-2002. All other monies in the acquisition and development portion of the fund received for fiscal year 2002-2003 are appropriated to the Arizona state parks board for the purposes provided in section 41-511.11, Arizona Revised Statutes, subject to approval by the joint committee on capital review.

B. Expenditure of the \$450,000 appropriated pursuant to subsection A of this section is subject to prior review by the joint legislative budget committee, including a review of the parks to be reopened, the parks to remain open and the hours and days of service.

C. All monies remaining unexpended and unencumbered on July 1, 2003, from the appropriation made in subsection A of this section revert to the acquisition and development portion of the state parks enhancement fund.

Sec. 63. Legislature; additional reversions

In addition to any other eliminations or reversions provided by law for fiscal year 2002-2003, the following additional FTE positions shall be eliminated and the following additional sums shall be reverted on the effective date of this act by the following agencies. These reversions are all state general fund agencywide lump sum reductions:

	<u>2002-03</u>
1. Senate	\$678,300
2. Legislative council	\$676,200
FTE positions	5.0
3. Joint legislative budget committee	\$235,800
FTE positions	3.0
4. Auditor general	\$1,367,600
FTE positions	20.0
5. Library, archives and public records	\$776,900
FTE positions	12.0
6. House of representatives	\$1,238,800

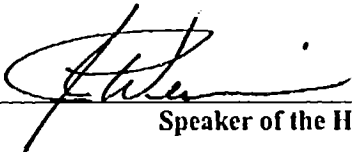
APPROVED BY THE GOVERNOR DECEMBER 5, 2002.

FIXED IN THE OFFICE OF THE SECRETARY OF STATE DECEMBER 6, 2002.

Passed the House November 25, 20 02,

by the following vote: 50 Ayes,

2 Nays, 8 Not Voting

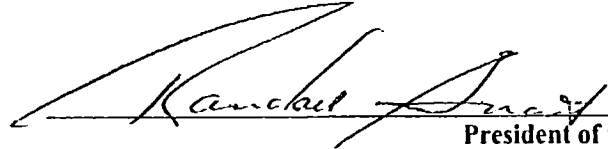
  
Speaker of the House

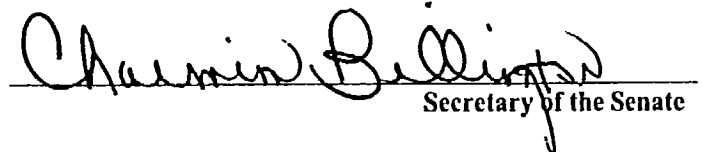
  
Chief Clerk of the House

Passed the Senate November 25, 20 02,

by the following vote: 27 Ayes,

1 Nays, 2 Not Voting

  
President of the Senate

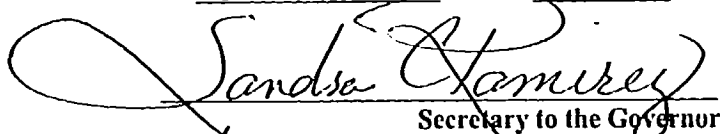
  
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill was received by the Governor this

26 day of November, 2002,

at 8:20 o'clock A M.

  
Secretary to the Governor

Approved this 5th day of

December, 2002,

at 4:35 o'clock P M.

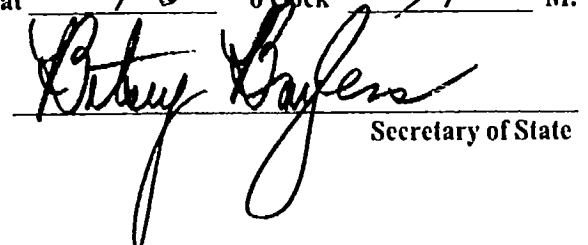
  
Governor of Arizona

S.B. 1001  
Sixth Special Session

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State  
this 6<sup>th</sup> day of December, 2002,

at 9:37 o'clock A M.

  
Secretary of State